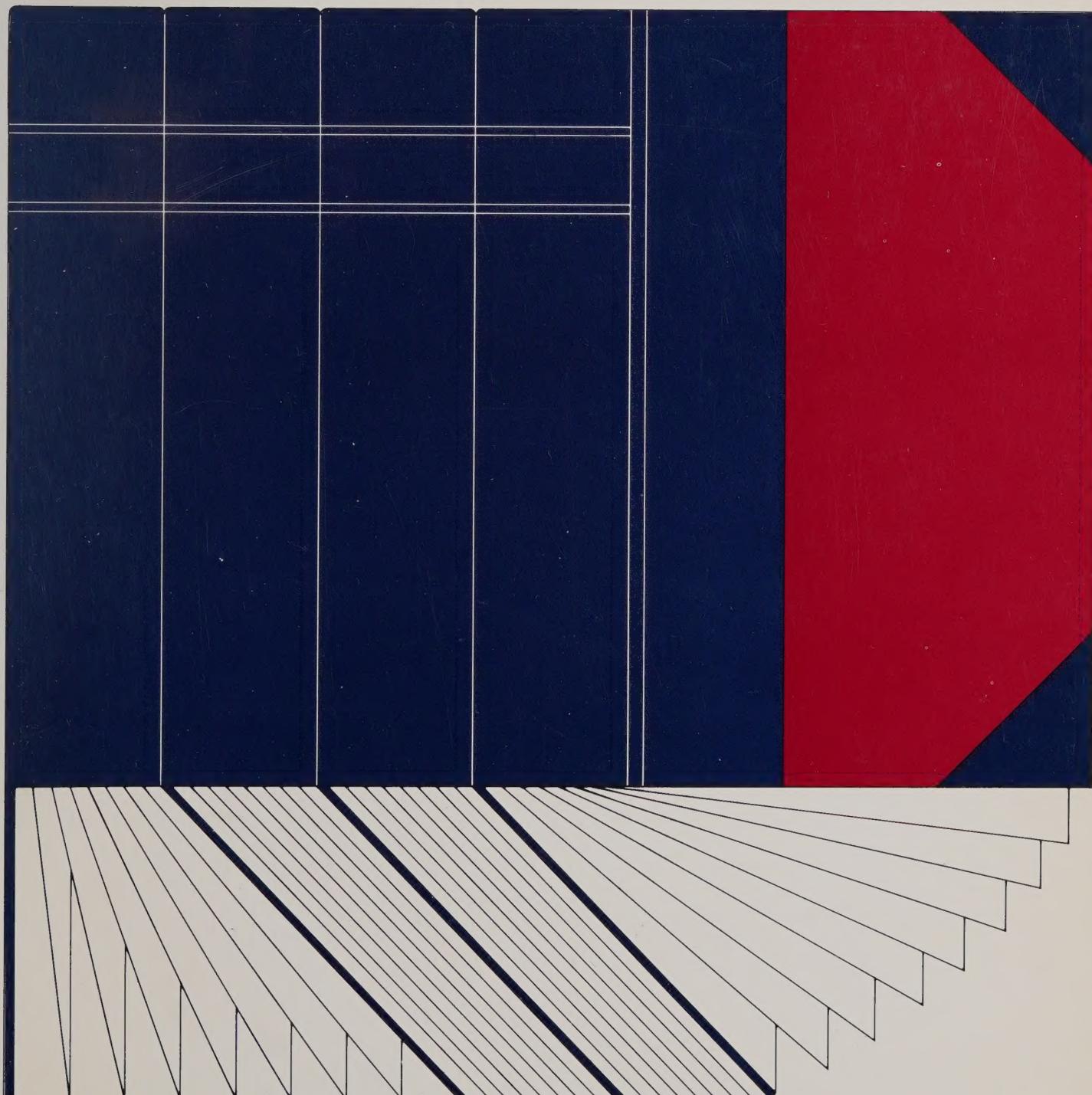


79 00603

Solano County Library Authority
Fairfield, California
\$2,170,000
1977 Refunding Revenue Bonds



Sale: September 27, 1977
Bartle Wells Associates

79 00603

INSTITUTE OF GOVERNMENTAL
STUDIES LIBRARY

SEP 27 2024

UNIVERSITY OF CALIFORNIA

NEW ISSUE:

Sale Date:

September 27, 1977

Solano County Library Authority
Fairfield, California
\$2,170,000 1977 Refunding Revenue Bonds

The bonds described in the Official Statement are revenue bonds of the Solano County Library Authority, which is an independent governmental agency formed by a joint exercise of powers between Solano County and the Cities of Fairfield and Suisun City. The authority was formed March 1, 1975, expressly to lease a library site from Solano County and to finance and construct a public library thereon for use by the county. To secure payment of the bonds the county agrees to pay the authority rentals sufficient to pay the bonds and to comply with the other terms of the bond resolution and the leases. Rents are payable from revenues of the county free library system derived primarily from property taxes of up to \$0.30 per \$100 assessed valuation within areas served by the system. Proceeds of the bonds will be used to defease fully a prior issue of authority bonds dated August 1, 1975 and to achieve a debt service savings to the authority. Proceeds of the prior issue were used to construct a community library and headquarters building which was completed and occupied in November 1976.

Bonds Dated: October 1, 1977

Denomination: \$5,000

Due: August 1, as shown below:

RATINGS:

Moody's

Year	Amount	Rate	Yield or Price	Year	Amount	Rate	Yield or Price
1978.....	\$25,000	%	%	1990.....	\$ 90,000	%	%
1979.....	25,000			1991.....	95,000		
1980.....	25,000			1992.....	100,000		
1981.....	40,000			1993.....	105,000		
1982.....	45,000			1994.....	110,000		
1983.....	55,000			1995.....	115,000		
1984.....	65,000			1996.....	125,000		
1985.....	70,000			1997.....	130,000		
1986.....	75,000			1998.....	140,000		
1987.....	80,000			1999.....	150,000		
1988.....	85,000			2000.....	160,000		
1989.....	90,000			2001.....	170,000		

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The bonds are coupon bonds, payable to bearer, registrable as to principal and interest only, with provision for deregistration and reregistration. Principal is payable annually beginning August 1, 1978, and interest is payable February 1, 1978 and semiannually thereafter, at the principal offices of the paying agent, Crocker National Bank in San Francisco, California and the co-paying agent, Chase Manhattan Bank in New York, New York.

Bonds maturing on or before August 1, 1987 (bonds numbered 1-101) are not callable prior to maturity, except in the event of damage to or condemnation of the property. Bonds maturing on or after August 1, 1988 (bonds numbered 102-434) are callable on terms stated in the Official Notice of Sale, including payment of a premium.

The Solano County Library Authority is offering these bonds when, as, and if issued, subject to the legal opinion of Orrick, Herrington, Rowley & Sutcliffe, bond counsel, San Francisco, approving the validity of the bonds and stating that interest on the bonds is exempt from federal income taxes and from California personal income taxes under existing statutes, regulations, and court decisions. Bond counsel's opinion will be accompanied by a report from Haskins & Sells, Certified Public Accountants, stating that they have verified the mathematical computations indicating that the proceeds of the issue, when escrowed, will wholly defease the authority issue dated August 1, 1975, and that the schedule of securities to be purchased and placed in escrow will produce a yield not in excess of that permitted by the present arbitrage regulations of the Internal Revenue Service.

Terms and conditions of the offering are fully set forth in the Official Notice of Sale dated August 24, 1977. Coupons on the bonds will be set on Friday, September 23, 1977 by the authority's financing consultant. Bids will be received on Tuesday, September 27, 1977 at Bartle Wells Associates, 100 Bush Street, 28th Floor, San Francisco, California, up to and including 11:00 a.m. Pacific Time. Bids will not be accepted at less than par. Following acceptance of a bid, information on bond coupon rates and reoffering prices will be imprinted in the spaces provided on this page. In addition, the estimates shown on the page following will be corrected to show the final use of funds to defease the issue dated August 1, 1975.

This page supplements the accompanying Official Statement dated August 24, 1977.

[Bartle Wells associates]
Solano county--Economic conditions
Public libraries--Finance--Solano co.

THE REFUNDING PROGRAM

Purpose: The purpose of the refunding program is to achieve debt service savings for the authority by defeasing the authority's 1975 Revenue Bonds, issued during a period of substantially higher interest rates.

Procedures: The refunding program calls for the sale of 1977 Refunding Bonds to provide funds which, with other cash balances of the authority, will be used to purchase federal securities and pay the costs of the refunding program. The federal securities will be placed in escrow exclusively to pay debt service on the 1975 Revenue Bonds until August 1, 1988, and to call them at that time. The procedure has been designed to comply with federal regulations, state law and the existing covenants of the authority.

Upon establishment of the Escrow Fund, the authority will assume the obligation to pay debt service on the 1977 Refunding Bonds. Payment will be made primarily

from rentals payable to the authority by the Solano County library system for continued use of the building originally financed with the 1975 Revenue Bonds. The building was completed in November 1976, and serves as the Fairfield-Suisun Community Library and as Solano County Library Headquarters. Rentals will be reset in an amount sufficient to pay debt service on the refunding bonds, and all other expenses of the authority.

Estimated Savings: The authority's financing consultant estimates that the aggregate debt service on the refunding bonds will be \$186,472 less over the life of the bonds than the debt service on the prior revenue bonds. The present value of this estimated savings, discounted at a rate of 6.018 percent, is \$107,732.25.

The Escrow Fund will consist of federal securities which will mature at such times and bear interest at such rates as will pay principal and interest on the 1975 Revenue Bonds, as set forth in the accompanying table. Federal securities will be of two kinds: (1) restricted yield obligations of the U.S. Treasury State and Local Government Series purchased with proceeds of the refunding bonds, and (2) unrestricted yield obligations purchased with other cash balances of the authority. The accompanying table shows the use of all refunding bond proceeds and cash balances of the authority as estimated by the authority's financing consultant.

SOLANO COUNTY LIBRARY AUTHORITY PAYMENT OF REFUNDED BONDS

Date	Principal, Interest, and Redemption To Be Paid On 1975 Revenue Bonds	Estimated Funds Available From Escrow Fund	Cumulative Excess
2/1/78	\$ 72,830.00	\$ 72,871.94	\$ 41.94
8/1/78	82,830.00	82,873.06	85.00
2/1/79	72,430.00	72,382.08	37.09
8/1/79	82,430.00	82,479.17	86.26
2/1/80	72,030.00	71,974.70	30.96
8/1/80	87,030.00	87,074.70	75.66
2/1/81	71,430.00	71,503.58	149.24
8/1/81	96,430.00	96,303.58	22.82
2/1/82	70,430.00	70,702.54	295.36
8/1/82	100,430.00	100,202.54	67.90
2/1/83	69,230.00	69,729.04	566.94
8/1/83	109,230.00	108,729.04	65.98
2/1/84	67,630.00	68,403.04	839.02
8/1/84	122,630.00	121,903.04	112.06
2/1/85	65,430.00	66,541.24	1,233.30
8/1/85	125,430.00	124,341.23	134.54
2/1/86	63,030.00	64,515.35	1,619.89
8/1/86	128,030.00	126,515.35	105.24
2/1/87	60,430.00	62,317.45	1,992.14
8/1/87	130,430.00	128,517.45	80.14
2/1/88	57,630.00	59,950.80	2,400.94
8/1/88	1,727,542.49	1,725,250.80	109.24
Total	\$ 3,534,972.49	\$ 3,535,081.73	

SOLANO COUNTY LIBRARY AUTHORITY SOURCE AND USE OF FUNDS*

Source

Principal amount 1977 Refunding Bonds.....	\$2,170,000
Premium and accrued interest to date of delivery	20,000*
Existing cash balance available for purchase of acquired obligations.....	190,000*
Total Funds Available.....	\$2,380,000

Use of Funds

To purchase restricted yield obligations.....	\$2,117,000*
To purchase unrestricted yield obligations	90,000*
Reserve Fund	\$ 90,500
Working Capital Fund.....	7,500
Cost of issuance and of design and administration of Escrow Fund	75,000*
Total Use of Funds.....	\$2,380,000

* Estimated.

All amounts shown or referred to on this page as estimated will be revised following acceptance of a bid on the refunding bonds. The estimates, by the authority's financing consultant, are based on assumptions about market interest rates, the delivery date of the bonds, and the allocation of costs between issuance expense and the cost of Escrow Fund administration and design. Revisions will show the use of funds as finally determined.

OFFICIAL STATEMENT OF SOLANO COUNTY LIBRARY AUTHORITY

Formed March 1, 1975 by agreement between Solano County and the Cities of Fairfield and Suisun City.

1150 Kentucky Street
Fairfield, California 94533

DIRECTORS

James Buck, *Vice President*
Everene McPherson
James Shumway
Betty Silva, *President*
Sam Tracas

COUNTY BOARD OF SUPERVISORS

Larry L. Asera
Richard Brann
Wallace L. Brazelton
Thomas Hannigan, *Chairman*
Robert M. Scofield

David Balmer, *County Administrator*
Milton Goldinger, *County Counsel*
Josephine Becker, *County Librarian and Secretary
of the Authority*
Anthony A. Kalamaras, *County Auditor-Controller and
Auditor of the Authority*
Bobby D. Stow, *County Treasurer and
Treasurer of the Authority*

PROFESSIONAL ACTIVITIES

Orrick, Herrington, Rowley & Sutcliffe, *Bond Counsel*
Bartle Wells Associates, San Francisco and Portland,
Municipal Financing Consultant
Crocker National Bank, *Trustee*

This Official Statement provides information about the issuer and its bonds. The Official Statement includes:

1. Data supplied by the issuer and by others, as indicated herein;
2. Estimates or projections which may or may not be realized and which should not be construed as assertions of fact; and
3. Summaries and descriptions of legal and financial documents, or their contents, which do not purport to describe such documents completely and which are made expressly subject to the full provisions of the documents cited.

The Official Statement does not constitute a recommendation, express or implied, to purchase or not to purchase these bonds or any previous bonds of the issuer.

The date of the Official Statement is August 24, 1977.

Prepared on behalf of the issuer by:
BARTLE WELLS ASSOCIATES
Municipal Financing Consultants
100 Bush Street, San Francisco 94104
(415) 981-5751

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INTRODUCTION

Issuer: The Solano County Library Authority is an independent governmental agency formed by a joint powers agreement between Solano County and the Cities of Fairfield and Suisun City. The authority was formed in March 1975 to assist the county and the cities in financing construction of the Fairfield-Suisun Community Library and Solano County Library Headquarters building. The building was completed in November 1976, and serves as a branch library for Fairfield and Suisun City and as headquarters for the county free library system. Lease rental payments by the county free library system are the authority's only revenue. These revenues are used to pay debt service on outstanding bonds. All required insurance coverages on the project are in force, and all construction costs have been audited. The project has been completed within the available construction funds.

Purpose: The authority financed the building by issuing \$2,000,000 in lease revenue bonds (the 1975 Revenue Bonds) to supplement state grants and local contributions of money and real property. The authority is now issuing \$2,170,000 in lease-revenue bonds (the 1977 Refunding Bonds) to achieve debt service savings on the 1975 Revenue Bonds.

Security: The 1977 Refunding Bonds will be payable from semiannual rental payments by the county to the authority, commencing January 15, 1978. Rentals will be set to pay bond service and other expenses of the authority. The county intends to pay rentals exclusively from library taxes levied within zones deemed to benefit from the project. The allocation of rent among areas of benefit has been, and is expected by the county administrator, to remain as follows:

- Rent equal to 67 percent of the bond service and other authority expenses is charged to Zone 1 for the branch library portion of the facility.
- Rent equal to 33 percent of the bond service and other authority expenses is charged to five zones, Zones 1 to 5, for the library headquarters portion of the facility.

The resulting tax levies, as proposed by the county administrator in his 1977/78 budget, would be \$0.049 per \$100 of assessed valuation in Zone 1 and \$0.019 per \$100 in Zones 1 to 5. The combined tax for both parts of the facility would be levied in Zone 1, the Fairfield-Suisun area, a total of \$0.068 per \$100. However, the refunding program is expected to reduce the authority's rental obligation so that actual payments from the Zone 1 tax levy to pay rentals in 1977/78 would be equivalent to a total tax rate of \$0.055 per \$100 of assessed value.

The 1977/78 assessed valuation in Zone 1 is \$224,358,360, about 27.5 percent of the county valuation. The 1977/78 assessed value in Zones 2 to 5 is \$58,147,394, another 7.4 percent of the county valuation.

Limitation: California law permits the county to levy a tax rate of up to but not more than \$0.30 per \$100

assessed valuation for the county library system operations, including rentals. According to the county administrator's budget, library operations, other than rental, will require a tax rate of \$0.1916 per \$100 in Zone 1 in 1977/78, leaving up to \$0.1084 per \$100 available to pay library rental costs. Thus, the tax rate available in Zone 1 to pay the rental allocated to it, will cover the 1977/78 rental, after the refunding, by about 184 percent. Coverage in other zones will be greater in 1977/78. Coverage after 1977/78 may be more or less depending on the net effect of annual changes in library operating costs, bond service, and assessed valuations.

Economic Factors: Solano County is one of the nine counties which form the greater San Francisco Bay Area. Population grew at an annual compounded rate of 2 percent from 1970-77. The current population is 197,000. Employment from 1970 to 1976 grew at a compound annual rate of 7.7 percent.

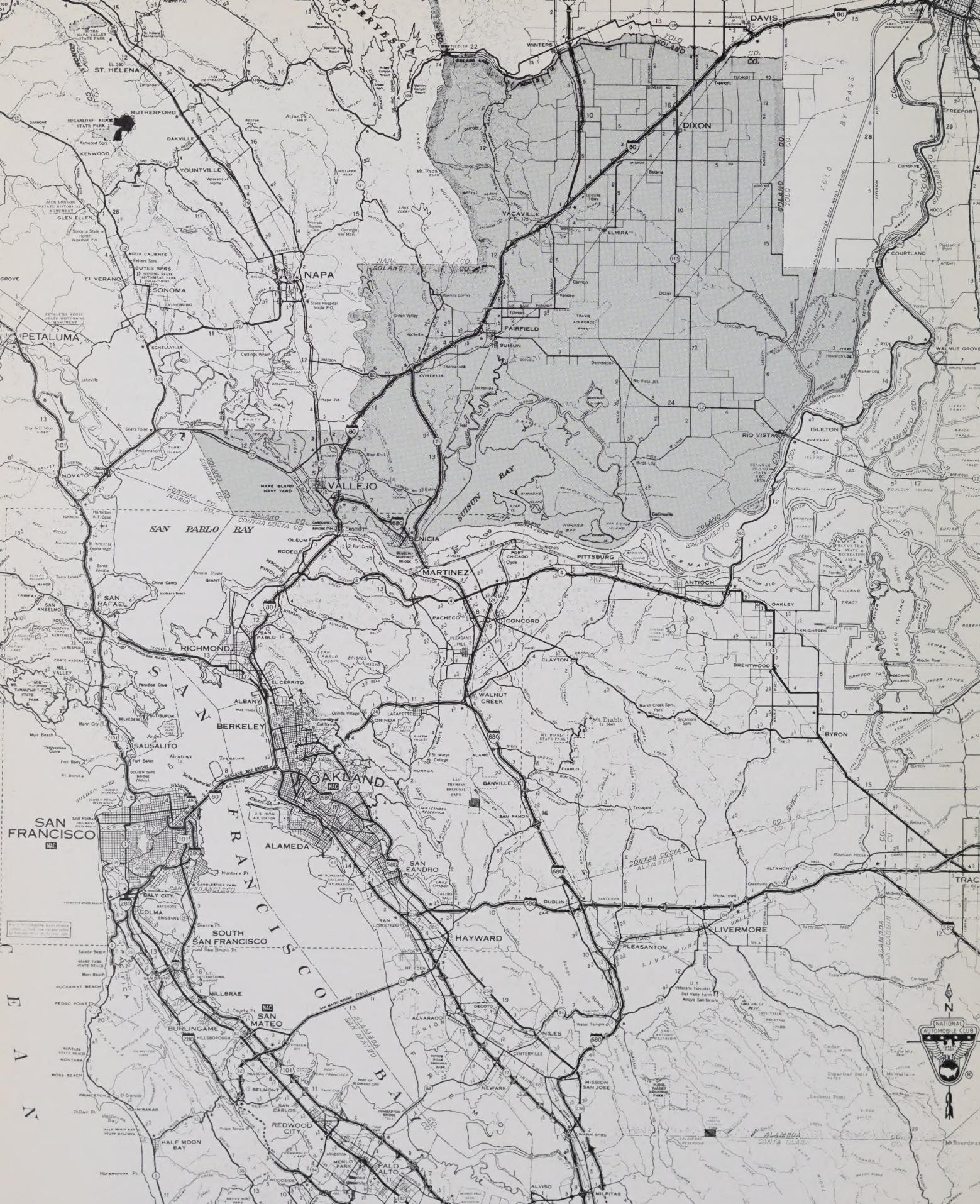
Fairfield (population 52,900) is the county's second largest city. It is located about midway between San Francisco and Sacramento. It is the site of the Community Library and Headquarters building, and is also the seat of county government.

Suisun City (population 3,040), the smallest city in the county, is contiguous with Fairfield. The two cities share access to several transportation arteries: transcontinental rail service, Interstate 80, and the Interstate 680 transportation corridor which serves the inland perimeter of the San Francisco Bay Area. The Fairfield-Suisun area is attracting industrial development and housing growth.

The county's total assessed valuation in 1976/77 was \$691,275,256; 1977/78 assessed valuation will exceed \$814,000,000. The county's assessed valuation has increased an average of \$48.5 million annually, or a compound annual rate of 9.4 percent, over the past 10 years. The increase in valuation reflects the conversion of agriculture land and military reservations to higher value industrial uses, as well as population growth and property reassessment.

Although Solano County has a large expanse of potentially developable industrial land along the Sacramento River and its tributaries, development plans are subject to extensive review by regional and local agencies. One prospective industry, Dow Chemical Company, recently withdrew a development proposal in Solano County. Another application by Arco Company is pending. Environmental concerns have not, however, had any apparent effect on the development of agribusiness or service jobs, which have characterized Solano County's growth for many years.

This introduction is not a summary of the Official Statement. Information presented in the Introduction is presented more completely elsewhere in this Official Statement, which should be read in its entirety, along with the basic documents described in the facing page. The complete legal documents have been published under separate cover and are available on request from Bartle Wells Associates until the bonds are delivered.



The map above shows Solano County and its position in relation to the rest of the San Francisco Bay Area. The county free library system headquarters is located in Fairfield, the county seat. The library was financed with proceeds of the Solano County Library Authority 1975 Revenue Bonds, to be refunded with the 1977 Refunding Revenue Bonds currently being offered.

(Copyright National Automobile Club.)

BASIC DOCUMENTS

1977 REFUNDING BONDS. Lease revenue bonds in the principal amount of \$2,170,000 dated October 1, 1977. The bonds are being issued to defease in its entirety the issue of 1975 Revenue Bonds. No further construction has been proposed or authorized.

1975 REVENUE BONDS. Lease revenue bonds in the principal amount of \$2,000,000 dated August 1, 1975. The bonds were issued to finance acquisition, design, and construction of the building known as the Fairfield-Suisun Community Library and Solano County Library Headquarters in Fairfield, California. The building was completed in November 1976.

The following documents relate to the Solano County Library Authority bonds and their refunding.

JOINT POWERS AGREEMENT. A joint exercise of powers agreement between the County of Solano and the Cities of Fairfield and Suisun City. The agreement creates the Solano County Library Authority and establishes its powers. The agreement provides for:

- Conveyance of real property for the library site from the City of Fairfield to the county.
- Lease of the site by the county to the authority.
- Construction of improvements on the property with the county acting as agent for the authority.
- Leaseback of the completed project by the authority to the county as tenant.
- Cash contributions from the county and the cities.
- Issuance of the 1975 Revenue Bonds by the authority.
- Repayment of bonds and all other authority expenses by the county through semiannual payments of rentals.

The agreement continues in force until all revenue bonds have been paid or provision made for their payment. The agreement has been amended, effective October 1, 1977, to authorize the 1977 Refunding Bonds.

SITE LEASE. A lease of real property on Kentucky Street in the City of Fairfield Civic Center

from the county as lessor to the authority as lessee. The Site Lease is dated August 1, 1975, and runs concurrently with the Project Lease.

PROJECT LEASE. A leaseback of the project real property and the project from the authority as lessor to the county as lessee. The Project Lease is dated August 1, 1975 and runs until all principal and interest have been paid or provided for, but may not extend beyond August 1, 2030. Various provisions relate to construction, maintenance, utility charges, taxes, assessments, insurance, and the status of the parties in the event of damage or default.

AMENDMENTS. The Joint Powers Agreement and the Project Lease relating to the 1975 Revenue Bonds will have been amended effective October 1, 1977, to provide for:

- Issuance of the 1977 Refunding Bonds.
- Revision of the project rental schedule to pay the 1977 Refunding Bonds.

RESOLUTION OF ISSUANCE. The resolution of Solano County Library Authority which authorizes issuance of the 1977 Refunding Bonds. The resolution, adopted August 24, 1977, sets the maturity schedule, redemption provisions, and form of the bonds. Additional provisions prescribe the application and investment of revenues, the authority's covenants, the trustee's obligations, and bondholders' remedies, and other matters.

Upon the written request of the authority and upon acceptance of the Escrow Fund, all revenues pledged to payment of the 1975 Revenue Bonds are repledged to payment of the authority's obligations under this resolution.

OFFICIAL NOTICE OF SALE. A statement of 1977 Refunding Bond maturities, redemption provisions, interest rates, and other terms of the bonds, together with the applicable terms of sale. The Official Notice of Sale was approved by resolution of the authority on August 24, 1977.

The above summaries are offered subject to the provisions of the complete documents. Copies of the documents are available from Bartle Wells Associates upon request prior to the delivery of the bonds.

THE BONDS

Solano County Library Authority \$2,170,000 1977 Refunding Revenue Bonds.

Denomination: \$5,000

Date: October 1, 1977

Estimated Annual Bond Service:

Year	Principal Maturing August 1	Assumed Coupon Rate*	Total Estimated Bond Service
1978	\$ 25,000	6.5%	\$ 132,483
1979	25,000	6.5	152,355
1980	25,000	6.5	150,730
1981	40,000	6.5	164,105
1982	45,000	6.5	166,505
1983	55,000	6.5	173,580
1984	65,000	6.5	180,005
1985	70,000	6.5	180,780
1986	75,000	6.5	181,230
1987	80,000	6.5	181,355
1988	85,000	5.2	181,155
1989	90,000	5.3	181,735
1990	90,000	5.4	176,965
1991	95,000	5.5	177,105
1992	100,000	5.6	176,880
1993	105,000	5.7	176,280
1994	110,000	5.8	175,295
1995	115,000	5.8	173,915
1996	125,000	5.9	177,245
1997	130,000	5.9	174,870
1998	140,000	6.0	177,200
1999	150,000	6.0	178,800
2000	160,000	6.0	179,800
2001	170,000	6.0	180,200
	\$2,170,000		\$4,150,573

* Bond interest has been estimated on the basis of the coupon rates shown. Actual coupon rates will be set and published prior to sale of the bonds, and are likely to vary from those shown. As a result bond service is expected to vary from the annual amounts estimated above.

Interest: Coupons payable on February 1, 1978 and semiannually thereafter.

Redemption: Bonds maturing 1978-1987 (\$505,000 principal amount) not callable. Bonds maturing 1988-2001 (\$1,665,000) principal amount callable as a whole or in part on any interest payment date on or after August 1, 1987, in inverse order of maturity and by lot within each maturity. Premium is $\frac{1}{4}$ percent for each year or portion of a year from date of redemption to date of maturity with a maximum of 2 percent. Under certain circumstances described in the Resolution of Issuance (destruction or condemnation of the project), bonds of any maturity may be called without payment of a premium.

Registration: Coupon bonds registrable as to principal and interest only, with provisions for deregistration and reregistration.

Payment: At the principal office of Crocker National Bank, San Francisco, and the principal office of the co-paying agent in New York, Chase Manhattan Bank.

Tax Status: In the opinion of bond counsel, interest is exempt from present federal income taxes and from California personal income taxes under existing statutes, regulations, and court decisions.

Authority for Issuance: Chapter 5 of Division 7 of Title 1 of the Government Code of the State of California (Section 6500-6578) provides for the formation of entities such as the Solano County Library Authority, and for their issuance of refunding revenue bonds. The bonds are issued in conformance with IRS regulations. The bonds are specifically authorized under terms of the Joint Powers Agreement, its amendment, and the Resolution of Issuance as described in the following section of this Official Statement.

Purpose: Bond proceeds will be used as part of the authority's refunding program primarily to purchase federal securities, which with income thereon, will be sufficient to pay principal and interest when due on the 1975 Revenue Bonds and to redeem with payment of premium the 1975 Revenue Bonds at the first available call date. Bond proceeds will also be used so far as possible to pay all costs of bond issuance and Escrow Fund design related to the refunding process. The authority has undertaken its refunding program to achieve debt service savings.

Security: Bonds are secured by a pledge of the gross revenues of the Solano County Library Authority and its interest in the site and improvements under the site and project leases. Authority income will be derived from semiannual rental payments made pursuant to the project lease, and set in an amount sufficient to pay interest and principal on the bonds, and all incidental expenses of the authority and trustee. Sources of payment are expected earnings on the bond Reserve Fund provided for in the Resolution of Issuance, and semiannual lease payments by Solano County from taxes levied on behalf of the Solano County library system. Lease payment may be made from any unrestricted revenue of the library system. Bonds are not general obligations of Solano County or of the Cities of Fairfield or Suisun City.

Additional Bonds: Additional bonds may be issued for additions to the project upon terms provided in the Resolution of Issuance. The project, however, is complete and no additions are planned.

SALE OF THE BONDS

The initial offering of these bonds is made in accordance with the Official Notice of Sale dated August 24, 1977. Matters discussed in this section are expressly

subject to the terms and conditions of said Official Notice, to which reference should be made for further detail.

Legality for Investment: The bonds are legal investments in California for trust funds, commercial banks, trust companies, and funds of insurance companies.

LEGAL OPINION

The opinion of Orrick, Herrington, Rowley & Sutcliffe, bond counsel, San Francisco, California, will be furnished to the successful bidder and printed on each bond at district's expense.

The statements of law and legal conclusions set forth in this official statement under the heading "The Bonds" and "The Documents" have been reviewed by bond counsel. Bond counsel's employment is limited to a review of the legal procedures required for the bonds and to rendering an opinion as to the validity of the bonds and the exemption of interest on bonds from income taxation. The opinion of bond counsel will not consider or extend to any documents which bond counsel did not prepare or review or to any agreements, representations, offering circulars, or other material of any kind concerning the bonds not mentioned in this paragraph.

Bond counsel's opinion will be based in part upon the report of Haskins & Sells, Certified Public Accountants, stating that they have verified the mathematical computations indicating that the Escrow Fund will defease the 1975 Revenue Bonds and that the yield on the Escrow Fund will not cause the bonds to become arbitrage bonds under the present regulations of the Internal Revenue Service.

CLOSING DOCUMENTS

At the time of delivery of the bonds to the successful bidder, in addition to customary closing documents, the issuer will furnish the following documents.

No Litigation Certificate: A certificate stating that no litigation is pending or in progress concerning the validity of the bonds.

Certificate Concerning Official Statement: A certificate, signed by a responsible official representing the issuer, to the effect that to the best of his or her knowledge and belief, and after reasonable investigation, (a) neither the Official Statement nor any amendment or supplement thereto contains any untrue statement of a material fact or omits to state any material fact necessary to make the statements therein, in light of the circumstances in which they were made, not misleading; (b) since the date of the Official Statement no event has occurred which should have been set forth in an amendment or supplement which has not been so set forth; and (c) there has been no material adverse change in the operation or financial affairs of the county or authority since the date of such Official Statement.

LEGAL DOCUMENTS

This section discusses the joint powers agreement, the resolution of issuance, and the leases, all subject to the complete text of these documents as amended to date.

JOINT POWERS AGREEMENT

The Solano County Library Authority is an independent governmental agency which was formed and exists pursuant to a joint exercise of powers agreement between the County of Solano and the Cities of Fairfield and Suisun City. Joint exercise of powers is authorized by Chapter 5, Division 7, Title 1 of the Government Code of California. The agreement is dated March 1, 1975 and was adopted March 11, 1975 by Fairfield and Solano County. An amendment authorizing the refunding bond amount is dated October 1, 1977, and is expected to be adopted prior to sale of the bonds.

The agreement strictly limits the powers of the authority, which exists solely for the purpose of assisting the county and the cities by financing and constructing the Fairfield-Suisun Community Library and Solano County Library Headquarters building (the project).

Authority Functions: Affairs of the authority are administered by a five-member board of directors. Two members are appointed by the Solano County Board of Supervisors, two by the City Council of the City of Fairfield, and one by the City Council of the City of Suisun City. Directors are:

James Buck, a businessman, resident in Suisun City, and a member of the Suisun City City Council which appointed him to the authority.

Everene McPherson, Chairperson of the Solano County Library Advisory Council, appointed by Solano County and resident in Rio Vista.

James Shumway, an attorney-at-law, former county counsel, appointed by Solano County, and resident in the Suisun Valley Area.

Betty Silva, a librarian for the Fairfield-Suisun Unified School District, appointed by the Fairfield City Council.

Sam Tracas, principal of the Amy Blanc Elementary School in the Fairfield-Suisun Unified School District, first president of the library authority, resident in and appointed by the Fairfield City Council.

The Solano County treasurer and auditor-controller serve as treasurer and auditor, respectively, for the authority. Josephine Becker, county librarian, is secretary of the authority.

The authority sold, executed, and delivered the 1975 Revenue Bonds as it will for the 1977 Refunding Bonds. The authority has no continuing responsibility to operate or maintain the library project, other than to continue the trust created by the Resolution of Issuance.

The county as lessee has responsibility to operate and maintain the library project.

The authority will meet at least annually but will have no significant function as long as the county continues its rental payments, unless the county and cities direct that additional bonds be issued.

Annual expenses of the authority are expected to include trustee fees, the cost of an annual independent audit required under the enabling law, and minor administrative costs. To the extent that authority expenses draw its Working Capital Fund below \$7,500, the county is required under the Project Lease to make additional rental payments to cover these expenses.

RESOLUTION OF ISSUANCE

The Resolution of Issuance dated August 24, 1977, has been adopted by the authority and will be executed upon delivery of the bonds. The resolution sets the bond terms and conditions previously summarized, and prescribes the maintenance of funds and the allocation of bond proceeds and authority revenues.

Funds: The trustee shall establish and maintain all funds described by the Resolution of Issuance. These are:

- Escrow Fund: The Escrow Fund will be composed of restricted and unrestricted yield obligations that mature and pay principal sufficient to meet principal, interest, call and premium on the 1975 Revenue Bonds.
- Reserve Fund: The Reserve Fund will be maintained at one-half year's maximum annual debt service. Earnings on Reserve Fund balances are available for withdrawal to the Surplus Revenue Fund where they may be applied by the county to reduce the rental obligation.
- Revenue Fund: The Revenue Fund receives all authority revenues including all rental payments from the county for allocation to other funds as needed.
- Interest and Redemption Fund: The trustee shall set aside on or before January 31 and July 30 of each year sufficient moneys to pay interest on February 1, and interest and principal on August 1 of each year.
- Working Capital Fund: The Working Capital Fund will be maintained at \$7,500 to pay issuance costs and ongoing expenses of the authority to include trustee fees, insurance premiums, and auditor fees.
- Surplus Revenue Fund: After all fund balance requirements are met the trustee will transfer surplus moneys to the Surplus Revenue Fund. This fund may be used for: (1) redemption or purchase of bonds of the authority, (2) transfers to the Working Capital Fund, (3) project improvements, (4) reimbursement of previ-

ously paid rentals, and (5) any legally authorized expense of the authority including making transfers to the county. The trustee may apply moneys in the Surplus Revenue Fund only after written request by the authority.

- Insurance Proceeds Fund: This fund receives all proceeds of any insurance awards. The trustee may disburse money from this fund to repair the project if necessary and to pay interrupted rentals.

Application of Proceeds: From the proceeds of the bonds and from all funds and securities held by the trustee from the 1975 Revenue Bonds or earnings thereon, deposits shall be made as follows:

- Escrow Fund: The principal amount of restricted yield acquired obligations purchased to defease the 1975 Revenue Bonds, will be deposited in the Escrow Fund.

- Reserve Fund: The trustee will deposit from existing cash balances an amount in the Reserve Fund equal to one-half year's maximum annual debt service.

- Working Capital Fund: Amounts necessary to pay costs of issuance and leave \$7,500 in the Working Capital Fund.

- Surplus Revenue Fund: The remainder of the bond proceeds and of existing cash balances will be deposited in the Surplus Revenue Fund.

Existing cash balances are moneys set aside pursuant to the Resolution of Issuance for the 1975 Revenue Bonds.

All revenues of the authority from other than bond proceeds, including all rental payments from the county, are to be transmitted to the trustee within one day of their receipt, for deposit in the Revenue Fund. Transfers

The Fairfield-Suisun Community Library and Solano County Library Headquarters was financed by the Solano County Library Authority 1975 Revenue Bonds, being refunded by the 1977 Refunding Revenue Bonds. The library was completed in November 1976.

(Photo by Dudley Owens.)



from the Revenue Fund are made first to the Interest and Redemption Fund; next, to the Reserve Fund; next, to the Working Capital Fund; and lastly to the Surplus Revenue Fund.

The Revenue Fund and Interest and Redemption Fund may be invested by the trustee in federal securities which mature on or before the time such money is required for payment. Money in the Reserve Fund may be invested in federal securities which mature not later than ten years from the date of investment. The trustee is required to invest fund balances on written request of the authority.

Earnings on all funds which increase the balance above that required to be maintained, shall be transferred to the Surplus Revenue Fund.

Additional Bonds: Under terms of the Resolution of Issuance, additional bonds on a parity with 1977 Refunding Bonds may be issued to make additions to the project, provided that:

1. The authority is in compliance with all covenants of the resolution;
2. Proceeds of additional bond sales shall be used solely for additions to the project or for expenses for the issuance of the bonds, and for interest during the construction period and not more than 12 months thereafter;
3. Additional bonds shall be equally secured with the 1977 Refunding Bonds and shall mature on August 1 and pay interest on February 1 and August 1;
4. The authority and county shall have approved a new or revised Project Lease in which the county obligates itself to pay base and additional rentals in the same manner as the Project Lease dated August 1, 1975, and the Amendment of October 1, 1977.

The 1977 Refunding Bonds may be refunded.

Insurance: Section 6.06 of the Resolution of Issuance requires the authority to maintain or cause the county to maintain the following insurance coverage if available from reputable insurers on the open market or from any agency of the federal government.

1. Fire insurance, with extended coverage, vandalism, and malicious mischief in the amount of not less than the amount of the outstanding bonds subject to a deductible amount of not more than \$5,000 for each loss.

2. Earthquake insurance, also in the amount of not less than 95 percent of the full insurable value of the project.

3. Rental interruption insurance in an amount equal to maximum annual bond service, payable at the rate of not less than 1/365 of said amount per day of interrupted occupancy as a result of events described above.

4. Public liability insurance in the amount of \$1,000,000 per occurrence.

5. Workers' Compensation insurance at levels required by state law.

In no event need physical loss insurance be maintained in an amount which exceeds the amount of outstanding bonds by more than the deductible amount which applies to the loss. Full insurable value of the project is defined as actual replacement cost; including administration, design, and supervision; excluding the cost of restoring trees, plants, and shrubs; and after physical depreciation. Full insurable value shall be determined not less frequently than once in every 36 months.

The Resolution of Issuance provides that coverages may be provided wholly or in part under a county self-insurance program provided that the unfunded portion of the self-insured amount is not more than \$100,000. The unfunded portion is defined as that amount not covered by reserves and other sums budgeted for the then current year to cover expected losses.

The accompanying table shows insurance already in force which will be amended to meet or exceed the levels required under the Resolution of Issuance.

The county maintains all policies for the project and names the authority as an additional insured. The county's public liability coverage provides for \$300,000 of self-insurance. The county reports that as of June 30, 1977 it had \$83,000 in reserves against this potential loss. The 1977/78 budget provides for increasing this reserve to \$158,750 by June 30, 1978. In addition the budget provides for paying expected losses of \$60,000 in 1977/78. The county intends to increase its reserve for the \$300,000 self-insured retention to \$240,000 by June 30, 1979 and to continue to budget for expected losses.

The county's self-insurance on workers' compensation is \$150,000. The county's 1977/78 budget provides

SOLANO COUNTY LIBRARY AUTHORITY INSURANCE IN FORCE ON LIBRARY BUILDING

	Type of Coverage
Public Liability	\$4,500,000 held in two policies; (1) \$200,000 coverage in excess of \$300,000 self-insurance by county, (2) \$4,000,000 general lia- bility coverage. Coverage held by county.*
Fire Insurance	Building-\$2,000,000 Equipment-\$875,052 Loss of rents-\$286,600 Data Processing-\$189,000 \$4,000 deductible per loss
Earthquake	\$2,286,000 with 5 percent deductible.
Workers' Compensation	\$5,150,000 per claim with \$150,000 self-insurance by county.*

* See text for explanation of county reserves for self-insurance.
Source: Solano County Risk Manager.

for a reserve accumulation of \$60,000 in excess of providing for payment of \$63,000 of expected losses. The county intends to increase its reserve for workers' compensation to \$90,000 by June 30, 1979 and to continue to budget for expected losses.

In the event of damage to or destruction of substantially all of the project, the trustee is to apply insurance proceeds to the redemption or retirement of all outstanding bonds. In the event of damage to or destruction of less than substantially all of the project, the authority is to apply the proceeds of its insurance for repair, reconstruction, or replacement of the damaged portion of the project. The trustee may not determine that substantially all of the project has been destroyed unless insurance proceeds and other funds available for county use are sufficient to provide for payment of the entire amount of bonds outstanding.

Title Insurance: From the 1975 Revenue Bond proceeds, the authority obtained a policy of title insurance from a recognized insurer in the amount of \$2,000,000. The policy insures the authority's legal interest in the title derived from the Site Lease and the Project Lease.

Covenants of the Authority: Article VI of the Resolution of Issuance sets forth the covenants of the authority, established for the purpose of protecting the interest of bondholders. The covenants require the authority to make prompt payment of all interest and principal, to permit no mortgages or liens on any project or authority revenues, to sell or dispose of no property essential to the project or the maintenance of revenues, to maintain the project, to pay all taxes or claims, and to make annual financial reports.

Covenants with respect to insurance, condemnation, and the leases are discussed in this section under separate headings.

Amendment: The Resolution of Issuance may be modified by written consent of the holders of 60 percent of the principal amount of 1977 Refunding Bonds outstanding. Amendments may not extend any maturity, reduce the interest rate, or impair the obligation of the authority to make required payments without the express consent of the holder or owner of the affected bonds. The rights and obligations of the trustee may not be modified. Minor modifications which do not affect the bondholder adversely can be made without bondholder consent.

SITE LEASE

The project is located on county-owned land in the Fairfield civic center. The 3.145 acre site had been leased to the authority for a term concurrent with the 1975 Revenue Bonds. By amendment effective October 1, 1977, the lease term will have been amended to refer to the 1977 Refunding Bonds, or until their payment is

fully provided for, but in no event later than August 1, 2030.

PROJECT LEASE

The project was leased from the authority to the county on August 1, 1975. The project lease will have been amended effective October 1, 1977 to run concurrently with the amended site lease, and to provide for the insertion of a schedule of base rentals exactly sufficient to pay the 1977 Refunding Bonds as they become due.

The various requirements that the authority construct the project have been met in full, and rental payments began July 15, 1977. Base rental payments on and after January 15, 1978 will apply to payment of the 1977 Refunding Bonds.

The county will pay additional rentals to cover any expenses for taxes and assessments, administrative and auditing costs, trustee expenses, insurance premiums, expenses caused by any default, and any amount necessary to maintain a balance of \$7,500 in the Working Capital Fund. In addition, the county will pay all operation and maintenance expenses of the library from Upper Solano and Zone 1 library operation taxes.

As part of the lease the county covenants to budget and appropriate all project rentals each year. It further covenants to levy the maximum tax rate permitted by law for county free library purposes, as required to satisfy the county's obligations under the lease. In the event of default by the county in the payment of rentals, the authority may declare the lease forfeited or may evict the county and relet the premises to another tenant. If the rentals thus obtained are insufficient to cover bond service, the county agrees to make up such deficiency.

At the end of the lease and when all bonds have been retired, the project will become entirely the property of the county.

Condemnation: If any part of the project is taken by eminent domain proceedings, proceeds realized by the authority are to be applied, if sufficient, to retirement of the entire amount of outstanding bonds issued for the project. If insufficient for this call, condemnation proceeds may be applied to purchase, redemption, or retirement of bonds or to the construction or acquisition of replacement facilities. As an additional alternative, the county may use other funds together with those proceeds to retire all outstanding bonds and thus in effect purchase the project. If rentals will continue without change after the condemnation, the proceeds are to be deposited in the Revenue Fund.

Abatement of Rental: If the project becomes untenable by virtue of damage or destruction, the rental obligation abates in proportion to the loss of use. Insurance coverage, required under the Resolution of Issuance, is intended to provide a substitute source of rentals and fund repair of the project in the event of fire, windstorm, vandalism, malicious mischief, earthquake, and other forms of loss specified.

LIBRARY SYSTEM FINANCING

SYSTEM FINANCES

The county free library system includes 60.8 percent of the total 1976/77 county assessed value. The system is supported primarily with property tax revenues from seven taxing zones which are shown in the table on page 16. Other support for the system comes from revenue sharing, contributions, fees, and transfer from the general fund. The City of Benicia and the Dixon and Vacaville High School District Library Districts do not participate in the county free library system or contribute to its support.

The county library system actually operates as if there were two systems, an Upper Solano and a Vallejo system each supported by the revenues from the area served. The county librarian administers a contract between the county and the City of Vallejo under which all library taxes collected in Zones 6 and 7, or the equivalent dollars are allocated for the benefit of the Vallejo system. It has been the practice to levy a systemwide general purpose tax for library services and a special purpose tax for building rent, maintenance and utilities upon and

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SOLANO COUNTY FREE LIBRARY SYSTEM REVENUE AND EXPENSE HISTORY

	1973/74	1974/75	1975/76	1976/77 ^①	1977/78 Budget ^②
AVAILABLE OPERATING FUNDS					
Fund balance carryover ^③	\$ 113,487	\$ 78,742	\$ 68,778	\$ 121,766	\$ 170,803
Grants and subventions ^④	32,360	485,205	491,113	721,099	696,221
Property taxes ^⑤	297,299	627,650	781,480	760,018	935,847
Total Money Available	\$443,146	\$1,191,597	\$1,341,371	\$1,602,883	\$1,802,871
OPERATIONAL EXPENSE					
Salaries	\$188,408	\$ 647,045	\$ 729,792	\$ 808,245	\$ 915,883
Services and supplies.....	129,873	426,640	583,752	608,818	855,327
Other ^⑥	43,600	6,467	6,489	14,274	258,775
Fixed assets	2,523	42,647	8,715	743	70,381
Cost reimbursements ^⑦	—	—	(109,143)	—	(456,124)
	\$364,404	\$1,122,819	\$1,219,605	\$1,432,080	\$1,644,242
End of Year Fund Balance.....	\$ 78,742	\$ 68,778	\$ 121,766	\$ 170,803	n.a.

Note: This table shows revenue and expense activity for Fund 0004, County Free Library Fund. This fund records all library service financial activity in the county free library system.

① Preliminary.

② Proposed 1977/78 budget—not yet adopted.

③ Fund balance carryovers include encumbrances which are charged as expenses in the fiscal year of carryover.

④ Grants and subventions include primarily revenue sharing and a special contribution by the City of Vallejo to library services. Other revenues include contributions, fines, charges, and a transfer from the general fund.

⑤ Excludes revenues and expenses for contribution, rental, and maintenance for Fairfield-Suisun Community Library.

⑥ Cost reimbursement reflects the county's practice of allocating administration and materials expenses among regional units.

Source: Table prepared by County Auditor-Controller with assistance of County Administrator's office.

for those zones which have branch libraries. In practice these allocations are made by the county librarian from a single county library fund. The county auditor does not segregate district-wide tax collections and expenditures according to zone. The table on page 14 shows the revenues and expenditures for the county free library system as a whole since 1973/74.

PROJECT AUDIT AND FUND BALANCES

The accompanying table summarizes the source and application of funds for the Community Library and Headquarters building. The project audit shows that the building was completed within the funds available and that there are no liabilities on the project beyond those listed as accounts payable in the audit. The county reports a Construction Fund balance of \$31,188 as of August 1, 1977.

SUPPORT OF FAIRFIELD SUISUN LIBRARY

Rentals for the Fairfield Suisun Community Library and Solano County Headquarters Building are apportioned 33 percent to the Upper Solano taxing zones (Zones 1-5) and 67 percent to Zone 1 according to approximate benefit. The 33 percent apportionment to the Upper Solano taxing zones is paid from general library tax revenues, and repays the cost allocated to the headquarters space in the building. The total general library tax rate in 1976/77 was \$0.1935 per \$100 of assessed valuation. Approximately \$0.02 per \$100 of this tax was used to pay contributions to the project and building maintenance. The 1977/78 budget lowers the tax rate in Zones 1-5 to \$0.1735 per \$100.

The 67 percent apportionment to Zone 1 is paid from a special tax levied in Zone 1, and repays the cost allocated to the branch library function. In addition, the Zone 1 special tax levy supports 67 percent of building operations and maintenance expenses of the library building. The total special tax rate in Zone 1 in 1976/77 was \$0.1065 per \$100 of assessed value bringing the total library tax in Zone 1 to \$0.30. The 1977/78 budget lowers the special tax in Zone 1 to \$0.0865 per \$100, bringing the total 1977/78 library tax rate in Zone 1 to \$0.26. Detail of the 1976/77 tax rates is shown in the table on page 16. This tax was used to pay contributions to the project and building maintenance.

The county began paying rental payments on the project on July 15, 1977. The first rental payment of \$72,830 was paid from surplus construction funds, and deposited to the reserve fund as required by the resolution of issuance for the 1975 Revenue Bonds. The August 1, 1977 interest payment has been funded from bond proceeds. The first rental payment that the county free library system must make on the building from property tax revenues will be January 15, 1978. This will fund the first interest payment date for the 1977 Refunding Bonds on February 1, 1978.

SOLANO COUNTY LIBRARY AUTHORITY SOURCE AND APPLICATION OF FUNDS TO THE PROJECT

SOURCES OF FUNDS

1975 Revenue Bond proceeds (with premium and accrued interest) ^①	\$ 2,020,703
Construction contributions by Solano County ^②	391,807
Revenue sharing ^③	295,000
LSCA grant ^④	505,025
Interest and earnings on funds (to March 31, 1977) ^⑤	106,063
Additional county construction contribution ^⑥	39,821
	\$ 3,358,419

APPLICATION OF FUNDS

Project construction ^⑦	\$ 2,457,783
Furniture and equipment (includes \$20,635 account payable) ^⑧	367,448
Bond interest (through August 1, 1977) ^⑨	291,320
Working Capital Fund ^⑩	7,500
Reserve Fund ^⑪	95,530
Other accounts payable ^⑫	34,820
Rental payment July 15, 1977 ^{⑬⑭}	72,830
Construction Fund balance ^⑮	31,188
	\$ 3,358,419

FUND BALANCES (AUGUST 2, 1977)^⑯

Reserve Fund	\$ 175,032
Working Capital Fund.....	8,194
Interest and Redemption Fund.....	12,855
	\$ 196,081

^① Based on project audit prepared by Eugene Katz Accountancy Corporation, June 1, 1977.

^② Reported by County Administrator's office.

^③ Paid from surplus construction funds.

^④ Reported by Crocker National Bank, Trustee to the authority, based on carrying values of investment.

Source: Table prepared by Bartle Wells Associates based on information contained in Project Audit Report prepared by Eugene Katz Accountancy Corporation, Vallejo, California. Copies of the audit are available from the Solano County Librarian, Secretary to the authority.

The table on page 17 projects tax rates sufficient to pay rentals to the authority. The rental for 1977/78 is based on the 1975 Revenue Bonds as shown in the 1977/78 proposed county budget. Rentals from 1978/79 on are based on the 1977 Refunding bonds. To pay rentals in 1977/78 the county budget projects a tax rate of \$0.0192 per \$100 in Zones 1-5 plus \$0.0492 per \$100 in Zone 1. In 1978/79 taxes necessary to pay rentals decline to \$0.0170 per \$100 in Zones 1-5 plus \$0.0426 in Zone 1. This decline is caused by: (1) lower

**SOLANO COUNTY FREE LIBRARY SYSTEM
TAXING ZONES**

Taxing Zones	1976/77 Assessed Value	Percent of Total County	1976/77 Library Tax Rates per \$100		
			General	Special	Total
Upper Solano System					
1. Fairfield-Suisun	\$186,021,941	26.9%	\$0.1935	\$0.1065	\$0.3000
2. Rio Vista	48,805,734	7.1	0.1935	0.0065	0.2000
3. Winters area	4,062,170	0.6	0.1935	—	0.1935
4. Davis area	952,335	0.1	0.1935	—	0.1935
5. Outer Benicia	3,146,274	0.5	0.1935	—	0.1935
Subtotal Upper Solano System	\$242,988,454	35.2%			
Vallejo System					
6. Outer Vallejo	\$ 6,382,737	0.9%	\$0.1935	\$0.078	\$0.2013
7. City of Vallejo	170,580,844	24.7	0.1935	0.078	0.2013
Subtotal Vallejo	\$176,963,576	25.6%			
Total County Free Library System	\$419,952,030	60.8%			

Source: Solano County Auditor-Controller and Solano County Administrator.

rentals because of lower bond service on the 1977 Refunding Bonds, (2) increases in assessed value which allow a lower tax to pay constant costs, and (3) use of Reserve Fund earnings to pay rentals. The reserve fund earnings on the 1975 Revenue Bonds were not applied to the 1976/77 rent payment.

ASSESSED VALUATION

The table on the facing page shows the assessed valuation of the Upper Solano taxing zones and of Zone 1 since 1971/72. Zones 1-5 have increased at an average compound rate of 13.1 percent, Zone 1 at a rate of 16.7 percent. Assessed valuation in the Upper Solano taxing zones and in Zone 1 have grown more rapidly than in the county as a whole. Average compound growth of countywide valuation in the same six year period was 12.1 percent a year.

TAX RATES

The county free library system has a statutory tax rate limit of \$0.30 per \$100 of assessed value. This limit includes both general and special library tax rates. The limit applies by taxing zone. Under certain circumstances, California law permits the agency to increase its tax rate above the \$0.30 statutory limit. However, taxes in excess of \$0.30 cannot be reliably estimated, and are not included in any estimates or projections in this Official Statement.

The 1976/77 library tax rates in Zone 1 were \$0.1935 for general system costs and \$0.1065 for branch library building costs. The total tax rate in Zone 1 was, therefore, at the \$0.30 statutory maximum tax rate. The county's 1977/78 budget reduces the tax rates in Zone 1 to \$0.1735 for general system costs and \$0.0865 for branch library costs, making the total rate \$0.04 less than last year. The budget includes maintenance costs on Fairfield-Suisun Community Library and Headquarters building and a contingency of \$23,588 to meet uncertainties related to further startup costs for the new library. The budget has not yet been adjusted for rental savings from the refunding program.

SECURITY FOR RENTAL PAYMENTS

The county intends to pay rental to the library authority solely from tax revenues and other non restricted operating revenues of the Upper Solano zones and Zone 1. Rent is expected to continue to be paid 33 percent from the Upper Solano area, Zones 1-5, and 67 percent from Zone 1 special tax.

In addition to its power to levy tax of up to \$0.30 per \$100 assessed valuation, the county is empowered to advance money from the general fund on behalf of the county free library system.

General fund advances may be used only to construct, build, repair, or refurbish buildings to be used by the county free library purposes. Any advances must be repaid to the general fund as a prior claim against the county free library fund. Repayment must be made in

**SOLANO COUNTY LIBRARY AUTHORITY
TAX RATES TO PAY RENTALS**

	1976/77 ^①	1977/78 Budget	1978/79	1979/80	1980/81	1981/82
ASSESSED VALUE (000)						
Zone 1-5 ^②	\$242,988	\$282,506	\$305,106	\$329,515	\$355,876	\$384,345
Zone 1 ^③	186,022	224,358	246,794	271,473	298,620	328,481
TOTAL RENTAL						
Bond Service	\$ —	\$155,660 ^④	\$152,355 ^④	\$150,730 ^④	\$164,105 ^④	\$166,505 ^④
Additional Rental ^⑤	—	9,000	9,100	9,200	9,300	9,400
Earnings on Reserve.....	—	— ^①	(4,500)	(4,500)	(4,500)	(4,500)
Net Rental	\$ —	\$164,660	\$156,955	\$155,430	\$168,905	\$171,405
RENTAL PAYMENTS						
Zone 1-5						
Construction						
Contribution	\$ 48,549	\$ —	\$ —	\$ —	\$ —	\$ —
33% of Earnings.....	—	—	(1,485)	(1,485)	(1,485)	(1,485)
33% of Bond Service..	—	51,368	50,277	49,741	54,155	54,947
33% of Additional Rental	—	2,970	3,003	3,036	3,069	3,102
Total District.....	\$ 48,594	\$ 54,338	\$ 51,795	\$ 51,292	\$ 55,738	\$ 56,564
Zone 1						
Construction						
Contribution	119,200	\$ —	\$ —	\$ —	\$ —	\$ —
67% of Earnings.....	—	—	(3,015)	(3,015)	(3,015)	(3,015)
67% of Bond Service..	—	104,292	102,078	100,989	109,950	111,558
67% of Additional Rental	—	6,030	6,079	6,164	6,231	6,298
Total Zone 1.....	\$119,200	\$110,322	\$105,160	\$104,138	\$113,166	\$114,841
TAX RATES TO PAY RENTALS						
Zone 1-5.....	\$ 0.0200	\$ 0.0192	\$ 0.0170	\$ 0.0157	\$ 0.0157	\$ 0.0147
Zone 1	0.0641	0.0492	0.0426	0.0383	0.0379	0.0350

^① Reported by County Auditor-Controller.

^② Zones 1-5 projected from 1977/78 at 8% per year, Zone 1 projected at 10% per year.

^③ Bond service on 1975 Revenue Bonds as anticipated in budget.

^④ Bond service on 1977 Refunding Bonds.

^⑤ Estimated insurance premium and other incidental expenses.

^⑥ Reserve Fund earnings are not available for bond service under Resolution of Issuance for 1975 Revenue Bonds.

Source: Prepared by Bartle Wells Associates.

**SOLANO COUNTY LIBRARY DISTRICT
ASSESSED VALUATION HISTORY**

	Upper Solano Zones 1, 2, 3, 4, 5	Annual Increase	Zone 1	Annual Increase
1971/72	\$135,054,912	—	\$ 88,996,572	—
1972/73	145,196,443	7.50%	100,215,522	11.19%
1973/74	161,643,762	11.32	115,408,337	15.16
1974/75	170,989,466	5.78	123,248,998	6.79
1975/76	197,889,159	15.73	147,017,460	19.28
1976/77	242,988,454	22.79	186,021,941	26.53
1977/78*	282,505,754	16.26	224,358,360	17.09
Average		13.10%		16.67%

* Estimate prepared by County Auditor-Controller; 1976/77 Public Utility A. V.'s included.

Source: Solano County Auditor-Controller.

equal annual installments over a period of time selected by the board of supervisors, but not to exceed 20 years. This power, granted under Section 27271 of the California Education Code, provides a possible additional source of payment, but the county does not propose to resort to the general fund under its present financial plan. General fund financing also provides a way to pay for any building repairs which are not payable by insurance because of deductible amounts or self-insurance provisions.

DIRECT AND OVERLAPPING DEBT

The accompanying table details direct and overlapping bonded debt of Solano County. The table does not show the \$2,000,000 1975 Revenue Bonds, whose payment will be secured in escrow by irrevocably pledged federal securities purchased with the proceeds of the 1977 Refunding Bonds. No further bonds are now planned for sale on behalf of the Solano County Library system, and the county librarian does not anticipate further construction other than from current revenues.

SOLANO COUNTY FREE LIBRARY SYSTEM DIRECT AND OVERLAPPING BONDED DEBT

	Percent Applicable	Debt Applicable August 2, 1977
Solano County	35.618%	\$ 2,368,597
Solano County Free Library Authority Bonds	100.	2,170,000 ^①
Solano County Community College District.....	30.242	3,402,225
San Joaquin Delta Community College District	4.251	539,451
Fairfield-Suisun Joint Unified School District	99.999	5,410,126
River Delta Joint Unified School District	44.114	1,775,665
Benicia Unified School District	2.824	141,624
Travis Unified School District	100.	347,908
Other School, High School and Junior College District	Various	124,545
City of Fairfield	100.	3,106,000
City of Fairfield Water and Sewer Facilities District No. 1	100.	33,720,000
Fairfield-Suisun Sewer District	100.	2,320,000
Cities of Rio Vista and Suisun	100.	225,000
City and County 1915 Act Bonds	100.	10,243,719
City of Vacaville and Vallejo Sanitation and Flood Control District	0.300 & 0.095	5,246
Total Gross Direct and Overlapping Bonded Debt		\$65,900,106
Less: Fairfield-Suisun Sewer District		\$ 2,320,000
Cities of Fairfield and Suisun bonds, self-supporting		940,612
Total Net Direct and Overlapping Bonded Debt		\$62,639,494 ^②

Ratios to Assessed Valuation

Direct Debt	0.98%
Total Gross Debt	27.12
Total Net Debt	25.78
State School Building Aid Repayable As Of 6/30/76	\$12,793,054

Share of Authorized and Unsold Bonds

School Districts	\$ 691,496
City of Fairfield Water, Sewer, and Park Facilities District No. 1	65,950,000
Fairfield-Suisun Sewer District	170,000
Vallejo Sanitation and Flood Control District	98

^① Refunding Bonds to be sold September 20, 1977.

^② Excludes share of Solano Irrigation District Bureau of Reclamation loan.

Source: Based upon data supplied by California Municipal Statistics.

COUNTY FINANCIAL DATA

Solano County was formed as one of the state's 27 original counties in 1850. A member of the Board of Supervisors is elected from each of five districts of the county for four-year terms. The county administrative officer, David Balmer, supervises the operation of the various county departments.

In 1976/77 among the nine counties in the San Francisco Bay Area, Solano County ranks eighth in assessed valuation, eighth in population, third in land area, fifth

in building permit valuation, and third in agricultural production. The county also has over 190 dry gas wells and ranks second in the state in total gas production.

Fairfield is the county seat. The county's three Superior courtrooms and the Fairfield-Suisun Municipal Court are located in the courthouse in Fairfield. All county department heads except the health officer and public welfare director are in Fairfield. Branch offices of county departments are located in Vallejo. The county employs about 1,400 people. The county administrator has proposed a budget of over \$71 million for 1977/78.

The financial information included in this section applies to Solano County as a whole, and is presented to aid appraisal of the county's economic condition. The county free library system includes only part of the county, and its financial data are presented in a previous section of this statement.

SOLANO COUNTY, COUNTY FREE LIBRARY SYSTEM AND ZONE 1 1976/77 ASSESSED VALUATION DETAIL

Solano County	County Free Library System*	Zone 1
Local secured....	\$513,244,396	\$188,191,362
Unsecured	48,524,114	15,148,265
State assessed..	45,340,230	19,283,760
Total	\$607,108,740	\$222,623,387
Homeowners' exemption	\$ 60,154,489	\$ 16,684,832
Business inventory exemption	24,012,027	3,680,235
Total	\$691,275,256	\$242,988,454
		\$186,021,941

* Zones 1-5 only, excludes Zones 6 and 7.

Source: Solano County Auditor-Controller.

SOLANO COUNTY TAX RATE AND ASSESSED VALUATION TEN YEAR COMPARISON

	General County Tax Rate	Assessed Valuation ^①
1966/67	\$1.9900	\$265,977,830
1967/68	1.9700	298,898,525
1968/69	2.0000	329,562,245
1969/70	2.2600	381,452,300
1970/71	2.2600	395,010,830
1971/72	2.9098	410,060,858
1972/73	2.9390	435,603,745
1973/74	2.9174	468,669,392
1974/75	2.9382	517,474,100
1975/76	2.9382	593,102,501
1976/77	2.9252	691,275,256
1977/78	n.a.	814,626,075 ^②

^① Total valuation plus homeowners' and business inventory exemptions.

^② Preliminary.

Source: Auditor-Controller, Solano County.

ASSESSED VALUATION

The county's 1976/77 assessed valuation was \$691,275,256. The opposite table shows a detailed breakdown of this total. The preliminary 1977/78 county total is \$814,626,075. These include homeowners' and business inventory exemptions on which the state contributes revenues in lieu of property taxes.

The county's assessed valuation has increased an average of \$48.5 million per year over the last ten years.

SOLANO COUNTY COUNTY TAX RATES

	1974/75	1975/76	1976/77
Countywide			
General fund ^①	\$2.7437	\$2.7935	\$2.7775
Accumulated capital			
outlay	0.1200	0.1200	0.1200
Recreation	0.0495	0.0141	0.0177
Aviation	0.0250	0.0106	0.0100
Total	\$2.9382	\$2.9382	\$2.9252
Less Than Countywide^②			
Library ^③	\$0.1800	\$0.2391	\$0.1935
Zone 1 ^④	0.0477	0.0609	0.1065
Zone 2	—	—	0.0065
Zone 6	—	—	0.0780
Zone 7	—	—	0.0780
Road	0.1600	0.1600	0.1600
Special school	0.0216	0.0219	0.0247

^① Winters, Davis, and River Delta Unified areas taxed for General Fund at \$2.7418 in 1974/75 and \$2.7928 in 1975/76.

^② Applicable to parts of the valuation of some cities and some unincorporated areas.

^③ Includes all library district operations including Zone 1.

^④ Tax rate levied for Zone 1 contributions, rentals, and maintenance.

The increase in 1975/76 was \$77 million over the previous year, and the 1976/77 increase was \$97 million.

TAX RATES

The general countywide tax rate for 1976/77 was \$2.9252 per \$100 assessed valuation. The table on page 19 shows detail of the tax rate for the last three years. The 1977/78 tax rate will be set August 30, 1977.

The general fund constitutes 79 percent of the 1977/78 countywide budget. The special purpose funds are recreation, aviation, accumulative capital outlay, debt service, and fish and game. Taxes are also levied on less than the full county for roads, special school purposes, and the county free library.

The county tax rate has included \$0.12 for the accumulative capital outlay fund since 1972/73. Proceeds from this tax have been used exclusively to plan, design, construct, and renovate county buildings, and for related land and equipment.

The county has completed a \$12,500,000 building program, funded from a \$6.9 million bond issue, federal revenue sharing, and local funds including proceeds of the accumulative capital outlay tax. The building program includes additions to the Hall of Justice in Fairfield and county branch building in Vallejo, construction of a new social services building in Vallejo, and land acquisition and parking facilities in both cities.

Total tax rates include school and other special purpose tax rates in addition to city and county rates. In 1976/77 total tax rates per \$100 assessed for the largest code areas in each city were: Benicia, \$9.25; Dixon, \$11.49; Fairfield, \$10.96; Rio Vista, \$9.71; Suisun, \$10.62; Vacaville, \$10.32; and Vallejo, \$11.92. Portions of the City of Vallejo pay an additional tax of \$1.43 per \$100 which applies to land only.

TAX RATE LIMITATION

In 1972 and 1973 the California Legislature passed legislation stabilizing increases in property tax rates. This legislation generally limits the tax rate to that levied in 1971/72 or 1972/73, except where enabling legislation sets a specific rate limitation, as in the case of the county free library district. Tax rate increases are either authorized by a majority of the voters or may be automatically increased annually based on a combination of growth in population and the California Price Index. Tax rate levies for general obligation bonds are not restricted.

AUDITS AND REPORTS

The county auditor-controller publishes annually a Report of Financial Transactions to the State Controller in accordance with the requirements of state law. Copies of these reports are available on request from the county auditor-controller's office.

The county is, in addition, audited annually by the Solano County Grand Jury. The Grand Jury employs an independent auditor to report on the financial transactions of the county. The Grand Jury is empaneled annually and issues its report to the presiding judge of the superior court. The report includes recommendations for improving the operation of county departments as well as the report of the independent auditor. Copies of the annual Grand Jury report with report of the independent auditor are available from the County Administrator's office. Appendix A of this Official Statement reproduces the independent auditor's portion of the 1975/76 Grand Jury Report.

PAYMENT AND TAX DELINQUENCY

The Exxon refinery at Benicia is the county's largest taxpayer. The Anheuser-Busch brewery is the second largest taxpayer. The table below shows the largest taxpayers in 1976/77.

Under the California Revenue and Taxation Code, counties may remit the full tax levy to taxing units regardless of delinquencies. This option, called the Teeter Plan, places the burden for eventual collection of delinquent taxes on the county, not on taxing units within the county. A special reserve fund accumulated from delinquent penalties and gains from tax sales is intended to protect the county's cash position. Solano County has followed this practice since 1972/73. The county's tax delinquency experience since 1965/66 is shown on page 21.

SOLANO COUNTY LARGEST TAXPAYERS 1976/77

Firm	Tax Bill
Exxon, U.S.A.	\$6,002,000
Anheuser-Busch	2,853,000*
PG&E	2,500,000*
Pacific Telephone	1,613,000*
Standard Oil of California	1,137,000*
Amerada-Hess	1,023,000*
Southern Pacific Transportation Co.	447,000*
Benicia Industries	429,000
American Home Foods	367,000
Basic Vegetable Products, Inc.	336,000
Aminoil	246,000
Dow Chemical	194,000
General Mills-Sperry Division	170,000
American Telephone & Telegraph	153,000
Ball Corporation	148,000*
J.C. Penney Company	118,000*
Southern Pacific Pipe Lines	86,000*

* Taxpayer is wholly or partially within the county free library system.
Source: Solano County Tax Collector.

SOLANO COUNTY COUNTYWIDE DELINQUENCY RATE

Fiscal Year	Total Current Apportioned Tax Levy	Current Levy Delinquent at June 30	Percent Delinquent June 30
1965/66	\$18,006,197.98	\$ 523,380.55	2.9066
1966/67	20,769,424.44	600,790.20	2.8926
1967/68	23,041,211.94	658,629.42	2.8584
1968/69	27,211,879.88	593,590.17	2.1813
1969/70	30,839,842.08	801,242.77	2.5980
1970/71	34,492,318.61	898,615.39	2.6052
1971/72	38,154,451.55	838,515.39	2.1976
1972/73	41,765,859.58	843,146.84	2.0187
1973/74	40,095,601.59	887,636.59	2.2138
1974/75	45,317,748.18	1,423,491.85	3.1411
1975/76	52,366,023.51	1,326,785.75	2.5336
1976/77	63,734,324.36	1,500,000.00*	n.a.

* Estimate.

Source: Solano County Auditor-Controller.

EMPLOYEE RELATIONS

The table below summarizes the status of labor contracts for employees of Solano County. The county has a total of 1,410 employees. 1,247 are represented by a union, 163 are nonrepresented.

SOLANO COUNTY SUMMARY OF EMPLOYEE RELATIONS

Status of Agreement	Classification	Number in Unit	Represented By
June 30, 1979.....	Registered Nurses	25	California Nurses Association
June 30, 1979.....	Law Enforcement Employees	70	Operating Engineers Local Union No. 3, Public Employees Division—AFL-CIO
June 30, 1979.....	Law Enforcement Supervisors	22	Operating Engineers Local Union No. 4, Public Employees Division—AFL-CIO
June 30, 1979.....	Health & Welfare Service Employees	185	SIEU, Local 535
June 30, 1979.....	Health & Welfare Supervisors	30	SIEU, Local 535
June 30, 1979.....	General Service Employees	770	Solano County Employees Association
June 30, 1979.....	General Service Supervisors	145	Solano County Employees Association
Total Represented		1,247	
Nonrepresented		163	
Total Employees		1,410	

Source: Solano County Administrator's Office.

LITIGATION

In the opinion of the county counsel, Solano County is not involved in any present or pending litigation which would affect the county's ability to pay all sums which the county has contracted to pay resulting from the issuance of these bonds.

PENSION OBLIGATIONS

Employees of the county participate in a defined benefit pension plan which is administered in accordance with a contract by the State of California Public Employees' Retirement System (PERS). PERS is a statewide system operated pursuant to Title 2, Division 5, Part 3 of the Government Code. State law requires that PERS undergo actuarial review not less often than every fourth year. The last such review was conducted by Actuarial Systems, Inc., independent actuaries and consultants for the four-year period ending June 30, 1973. The actuary also made actuarial valuations of the system as of June 30, 1973 and June 30, 1974 and identified substantial "unfunded supplemental liabilities" in the state system. Notwithstanding the generally adverse actuarial experience realized during the review period, the actuary concluded that PERS is fiscally sound. Additional information about PERS may be obtained from the system's office at 1416 Ninth Street, Sacramento, California 95814.



Fairfield is the county seat, and houses most of Solano County's offices. The Fairfield City Hall, left, and the library are located in the Civic Center. (*Joshua Friewald photo.*)

Below, the Solano County Courthouse contains the offices of the Board of Supervisors, the County Administrative Officer, Industrial Development Agency, and other county officials. (*Jim Treganza photo.*)



SOLANO COUNTY

GEOGRAPHY

Solano County covers 898 square miles, third largest of the nine counties in the San Francisco Bay Area. Fairfield, the county seat, is about 45 miles northeast of San Francisco. Seventy-five square miles of the county are inland waterways, created by the Sacramento River Delta, Suisun, and San Pablo Bays. The latter is a northern extension of San Francisco Bay. The extensive bay and delta waterways provide transportation and recreation, and a deepwater channel leads to the inland ports of Stockton and Sacramento.

Low ranges of hills subdivide the county. From west to east the county comprises an alluvial plain along San Pablo Bay which includes Vallejo, an intermediate valley which includes Fairfield and, beginning with Vacaville, the western edge of the inland Sacramento Valley. Winter temperatures are moderate, and summer temperatures increase from west to east.

Population is concentrated along Interstate 80, which bisects the county and provides the primary connection between the San Francisco Bay Area and the Sacramento Valley. Land use outside the cities is primarily agricultural. Crops are grown along the valley floors and the rolling hills are used for livestock grazing.

POPULATION

The table below shows population growth since 1970. Benicia, Vacaville, and Suisun City are presently the fastest-growing cities in the county.

SOLANO COUNTY POPULATION GROWTH

	1970	1973	1977	Annual Growth Rate
Solano County....	171,815	181,900	197,500	2.0%
Cities				
Benicia	7,349	9,050	11,500	6.6
Dixon	4,432	4,720	5,450	3.0
Fairfield	44,146	49,400	52,900	2.6
Rio Vista.....	3,135	3,320	3,040	0.4
Suisun City	2,917	3,000	4,900	7.7
Vacaville	21,690	25,400	34,100	6.7
Vallejo	71,710	72,700	70,900	0.2

Source: California State Department of Finance.

PERSONAL AND HOUSEHOLD INCOME

Solano County's per capita personal income and median household effective buying income are shown in the accompanying table. Effective buying income is defined by *SALES AND MARKETING MANAGEMENT* magazine as personal income less personal tax and nontax payments. Solano County ranks eighth of the nine Bay Area counties in effective buying income.

SOLANO COUNTY PER CAPITA INCOME, EFFECTIVE BUYING INCOME (EBI)

	Per Capita Personal Income ^①		Median Household EBI ^②	
	Solano County	State Average	Solano County	State Average
1972	\$4,257	\$5,042	\$ 9,165	\$ 9,209
1973	4,581	5,493	10,117	10,083
1974	5,199	6,039	12,001	12,480
1975	5,787	6,573	12,169	13,206

^① From State Department of Finance.

^② From *Sales and Marketing Management*.

CITIES

About 93 percent of Solano County's 1977 population lives within the county's seven cities. A brief description of each city and its importance to the county's economy follows. Three of the cities, Fairfield, Rio Vista, and Suisun City, are part of the tax base supporting lease payments to the library authority. The other four cities are discussed here in relation to the county's economy as a whole.

Fairfield and Suisun City: Fairfield and Suisun City are contiguous cities located on Interstate 80 and the Southern Pacific railroad's mainline. Fairfield's city limits include Travis Air Force Base and the Cordelia area, for a total of 23 square miles. Anheuser-Busch, Inc. recently completed a brewery in the city, employing about 400 persons and adding about \$29,700,000 to the assessed valuation of Fairfield. Ball Metal Container Group, which also recently located in Fairfield, supplies aluminum cans to the brewery.

Printing, cement and gravel, and food processing are other major industries located in the Fairfield-Suisun City

area. Fairfield is the county seat and houses most county government activities not related primarily to the needs of the Vallejo area.

Vallejo: The largest city in Solano County. Vallejo is the employment center and principal shopping area for the southwestern portion of the county. Mare Island Naval Shipyard in the city provides Vallejo's principal economic base. General Mills, Inc., Kaiser Steel, Solano Meat Co., Syar Industries, Inc. (general contractors), Times-Herald, Inc., Westinghouse Electric Corp., and Coca-Cola Bottling Co. contribute to employment in Vallejo. Vallejo is also the home of the California Maritime Academy.

Benicia: Benicia, capital of California in 1853 and 1875, is about five miles east of Vallejo. Benicia borders the Carquinez Strait, which is a natural deepwater channel through which the Sacramento River discharges into San Pablo Bay. The Port of Benicia and adjacent Benicia Industrial Park, city-owned property, have been developed by Benicia Industries, Inc., on the site of a former military arsenal. To date 104 industries with a combined employment of about 3,000 have located in the industrial park. Exxon Company, U.S.A. operates a petroleum refinery in the industrial park and is the city's and the county's largest taxpayer. About 375 persons are employed at the refinery.

Vacaville: Vacaville lies about 10 miles north of Fairfield, at the junction of I-80 and I-505. A complex of motels, restaurants, and service stations located at this intersection dominates Vacaville's commercial activity. The largest restaurant/gift shop in the complex is the Nut Tree, where about 500 are employed. American Home Foods, Basic Vegetable Products, and the California Medical Facility each employ more than 600 persons at Vacaville.

In 1976 Vacaville led the county in both residential and commercial industrial construction. Permits have been issued to build more than 1,600 single family residences in the three-year period just past.

Dixon: Dixon is central to the intensive agricultural area which composes most of the northeastern part of the county. In and around Dixon, Armour & Co. and Stoeven Bros. operate meat packing plants, Cargill of California and Newhall Land and Farming Co. process alfalfa and grains, and Spice Islands grows and processes herbs. The Voice of America, the U.S. Navy, and American Telephone and Telegraph Company operate communication stations in the Dixon area.

Rio Vista: Rio Vista is the only city in Solano County not located on the major highway corridor from the Bay Area to Sacramento. It is situated on the Sacramento deepwater channel.

Rio Vista's gas fields produced 52.6 million feet of natural gas in 1975, valued at \$32.5 million. The region

is the largest dry gas field in California. Since 1937, when Amerada Hess Company first leased land from Rio Vista landowners, over 2.8 trillion cubic feet of natural gas have been produced. Gas and condensate products are sold to the Pacific Gas and Electric Company (PG&E) which has extensive piping systems underneath the Sacramento River, connecting with the PG&E distribution station at Antioch.

Rio Vista is also a recreation center for boating, fishing, and duck hunting.

EMPLOYMENT

Solano County is in the Vallejo-Fairfield-Napa Standard Metropolitan Statistical Area (SMSA) which includes all of Solano and Napa Counties. The two counties' combined population is 290,200, of which Solano's is 66 percent. Total employment in the SMSA averaged 91,100 during 1976. Major categories are:

State and local government	22%
Federal government	17
Retail and wholesale trade	17
Services	16
Manufacturing	10
Agriculture	7
Transportation, communication	4

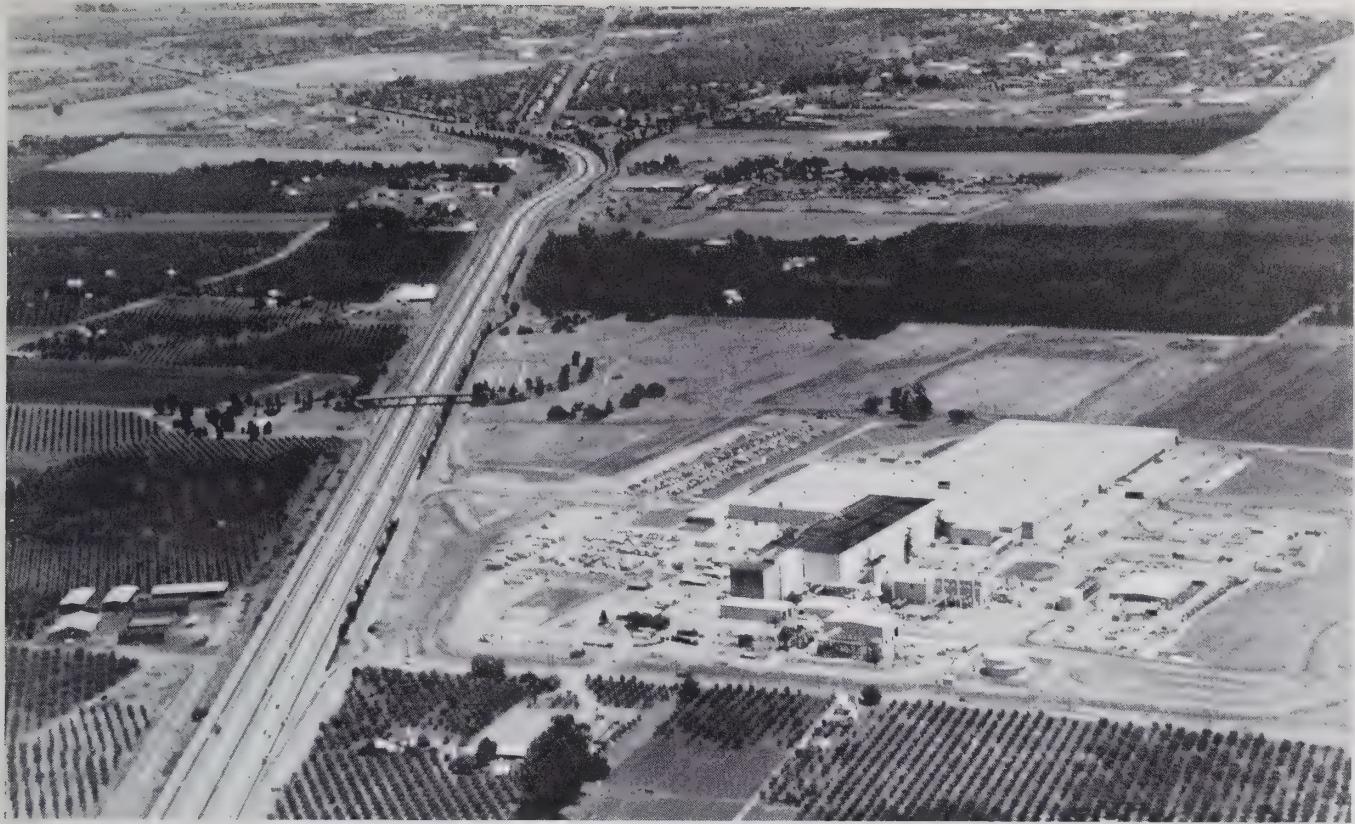
VALLEJO-FAIRFIELD-NAPA SMSA^① EMPLOYMENT BY INDUSTRY GROUP (000)^②

	1970	1972	1974	1976
Agriculture	4.2	4.1	4.7	6.0
Mining	0.1	0.1	0.2	0.2
Construction	2.2	2.7	2.7	3.3
Manufacturing				
Durable goods	2.6	2.7	3.7	3.5
Food and kindred	2.6	2.4	2.5	3.0
Other nondurable goods	1.9	2.0	2.1	2.3
Transportation, communication, utilities	3.7	3.9	3.9	4.0
Trade	12.3	13.3	14.0	15.8
Finance, insurance, real estate	1.7	2.0	2.1	2.6
Services	10.8	11.9	13.2	14.7
Government	30.6	30.2	31.7	35.7
Total Civilian Employment	72.7	75.2	80.6	91.1
Average Annual Unemployment	5.7%	5.3%	5.4%	7.5%

^① Solano and Napa Counties.

^② Employment by place of work.

Source: California Employment Development Department.



Anheuser-Busch brewery, with the City of Fairfield in the background. The brewery opened in 1976, and was Solano County's second largest taxpayer in 1976/77. Its employment of about 400 makes it the largest employer in Fairfield and in the county library system.
(Photo by Skyview Photos II, Napa, California, taken May 21, 1976.)

INDUSTRIAL DEVELOPMENT

Industries in the county are food processing, chemical, gas, and petroleum refining, recreational vehicle manufacturing, and other light manufacturing.

The county has fourteen improved industrial parks. The industrial parks with available land are: Benicia Industrial Park, South Vallejo Industrial Park, Vacaville Industrial Park in Vacaville, University Research Center between Dixon and Davis, and several parks in Fairfield-Suisun City and the Vacaville area.

Benicia Industrial Park: The 4,000-acre Benicia facility is the largest port-oriented industrial park on the West Coast. It is served by major freeway, rail and water routes. About 2 1/4 million square feet of warehousing and light manufacturing space is now occupied, about 97 percent of the park's total. 104 businesses have located in the park since its opening in 1965. The port's

imports are primarily automobiles (Toyotas, Datsuns, Dodge Colts, Saburus, and others). Petroleum products from Exxon are the port's only export. The pier can accommodate vessels up to 38-foot draft.

Exxon's petroleum refinery occupies 400 acres in Benicia Industrial Park. Exxon's current employment is about 375. Approximately 72,000 barrels of oil products are processed each day.

Anheuser-Busch, Inc.: Anheuser-Busch, Inc. opened a \$100 million brewery in 1976, southwest of downtown Fairfield. About 400 employees work at the brewery, making it Fairfield's largest industrial employer. The brewery, located on 105-acres of a 340-acre parcel adjacent to I-80, contracts with the City of Fairfield for water and sewerage services. The city does not anticipate any water shortage due to the drought. Ball Metal

**SOLANO COUNTY
EMPLOYERS OF 100 OR MORE**

Name	No. of Employees	Location
Ace Hardware Corporation	175-200	Benicia
Benicia Industries, Inc.	100	Benicia
ET Industries	190	Benicia
Exxon Co. USA	375	Benicia
Loomis-Smith Security	80-110	Benicia
Sperry Systems Management	157	Benicia
Alonzo Farms	115 ^①	Dixon
Armour & Company	125	Dixon
Gnos Bros. Shop	100 ^①	Dixon
Nishikawa Farms, Inc.	100	Dixon
T.H. Richards Canning Co.	150 ^①	Dixon
Stoeven Bros.	143	Dixon
Anheuser-Busch, Inc.	400	Fairfield
Ball Metal Container Group	165	Fairfield
Fairfield Publishing Company	260 ^②	Fairfield
Travis Air Force Base	12,300	Fairfield
Blackwelder's	166	Rio Vista
Hunnicutt & Camp Drilling Co.	140 ^①	Rio Vista
M. German & Son Fruit Co.	150 ^①	Suisun
Piazza Bros.	250 ^①	Suisun
Sheldon Oil	85-125	Suisun
American Home Foods, Inc.	700 ^①	Vacaville
Basic Vegetable Products, Inc.	650 ^①	Vacaville
California Medical Facility	763	Vacaville
Coachmen Industries of Calif., Inc.	360	Vacaville
Golden West Mobile Homes, Inc.	130	Vacaville
Vacaville Fruit Co., Inc.	200 ^①	Vacaville
General Mills Inc., Sperry Division	152	Vallejo
Kaiser Steel Corporation	130	Vallejo
Mare Island Naval Shipyard	15,758	Vallejo
Syar Industries	350 ^①	Vallejo
Times-Herald Inc.	120	Vallejo

^① Maximum during season.

^② Includes carriers.

Source: Solano County Directory of Manufacturers and Other Major Employers, 1976-1977.



The C-5 Galaxy military transport, world's largest airplane, is assigned to Travis A.F.B.

(Solano Industrial Development Agency photo.)

Container Group located its plant in Fairfield in 1976, to produce aluminum cans for the brewery. The plant employs 165 people.

Other Development: The unincorporated community of Collinsville, between Benicia and Rio Vista, is the largest area of undeveloped industrial acreage on the deepwater shipping channel. Corporations who own property or hold options on land in the Collinsville area include National Steel Corporation, Pacific Gas & Electric, Arco Chemical Co., and Southern Pacific. Arco Chemical Co., is investigating the economic and environmental feasibility of building a petrochemical plant in the area. The Ford Foundation owns 2,000 acres of land in the Cordelia area, zoned for residential development and an industrial park. The foundation is not actively developing the area.

TRAVIS AIR FORCE BASE

Travis Air Force Base, located in Fairfield, is the largest installation of the Military Airlift Command. The base currently handles an average of 5,300 tons of cargo and 20,000 passengers each month. The passenger terminal facilities have a capacity of over 7,700 passengers per day and a freight terminal, has a cargo capacity of 1,000 tons per day. The base has two 11,000-foot runways. 9,700 military personnel and 2,600 civilians are

employed. The civilian payroll was \$49.8 million for 1975/76.

Travis Air Force Base headquarters the Twenty-Second Air Force, the Pacific arm of the Military Airlift Command. Also headquartered here is the 60th Military Airlift Wing, largest airlift wing in the world, and the only one flying both C-5 Galaxies and C-141 Starlifters. The base is one of three to be assigned the C-5 Galaxy.

The David Grant USAF Medical Center at Travis Air Force Base is the second largest hospital operated by the Air Force. A staff of over 1,100 serves 355 beds, plus 200 beds in the Aeromedical Staging Facility.

MARE ISLAND NAVAL SHIPYARD

Mare Island is a small island across a narrow strait from the City of Vallejo. Since the first vessel was launched in 1857, the yard has built over 500 ships, repaired and returned to action hundreds of vessels, and has built 17 nuclear submarines.

During World War II civilian and military employment at Mare Island reached a peak of 41,000. 1976 employment was 11,184 civilians and 4,574 military.

AGRICULTURE

Agriculture is an important factor in Solano County's economy. About 326,000 acres or 62 percent of the county's land area is devoted to agriculture. About 7 percent of the labor force is involved in agriculture and related industries such as food processing.

The flat Vaca and Sacramento River Valleys have the soils and the climate necessary for growing high-yield crops such as tomatoes, sugar beets, corn, wheat, and alfalfa. Tomatoes, valued at \$16.3 million, and sugar beets, valued at \$14.8 million, are the county's two largest crops.

In 1974, total agricultural production reached \$109.9 million, but has since declined. The Solano County Agricultural Commissioner reports that the 1976 agricultural

The Suisun Valley is an important agricultural area, particularly for fruit crops.
(Solano Industrial Development Agency photo.)



**SOLANO COUNTY
AGRICULTURAL RETURN, TEN YEAR SUMMARY**

Year	Fruit and Nut Crops	Truck Crops	Field Crops	Livestock, Poultry, and Animal Products	Seed Crops	Totals
1967	\$ 6,753,700	\$12,785,500	\$15,634,100	\$13,004,000	\$ 700,100	\$ 48,877,400
1968	10,895,100	14,115,600	19,276,800	9,820,800	949,500	55,057,800
1969	9,628,400	8,898,900	20,662,700	8,982,500	888,100	49,060,600
1970	8,234,300	8,029,600	23,218,900	9,135,000	816,700	49,434,500
1971	7,890,100	10,654,200	25,002,100	8,292,100	723,800	52,561,300
1972	9,142,800	11,636,900	26,602,000	9,253,000	730,000	57,364,700
1973	12,411,000	16,899,900	33,326,300	10,681,900	741,600	74,060,700
1974	11,484,200	28,833,900	57,924,800	10,034,900	1,636,200	109,914,000
1975	10,762,700	28,784,300	47,184,500	10,643,100	1,847,900	99,222,500
1976	10,951,600	18,798,000	45,439,000	11,666,600	1,639,000	88,494,200

Source: Solano County Agricultural Commissioner.

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production of \$88.4 million reflects reduction in the value of the tomato crop due to unseasonal summer rains, and reduction in value of field crops due to the drought. The value of livestock increased about \$900,000 from the prior year due to additional sales of cattle and sheep because of the drought. The table above indicates agricultural production for the past ten years.

The 1976-1977 drought is expected to have its most adverse impact in Solano County upon the livestock ranchers. Farmers and ranchers are expected to avert severe losses by careful water and land management and by drilling new and deeper wells.

Food processors use large quantities of water. Reduction in farm produce due to the drought may affect food processors during the canning season, but processors do not expect any water shortages. Two of the county's largest food processors have their own wells, and a third

has adequate supply from Lake Berryessa. In addition, these industries have participated in voluntary conservation measures to reduce overall water use.

REAL ESTATE ACTIVITY

The table below summarizes building permits issued in the past five years. Residential development has accounted for the largest percentage of construction in the county except for 1974, when Anheuser-Busch, Inc. and Ball Metal Container Group took out building permits.

In the residential sector, permits were issued for 3,032 single family dwellings during 1976. About 950 units were in Vacaville, 600 were in Suisun City, and 570 were in Fairfield. Vacaville led the county in 1976 in commercial and industrial permit valuation with about half of the total valuation.

**SOLANO COUNTY
BUILDING PERMITS AND VALUATION**

	1972	1973	1974	1975	1976
Total building valuation (000).....	\$68,418	\$93,384	\$156,651	\$111,849	\$139,056
Residential	55,664	74,473	28,716	74,892	110,623
Commercial	6,074	8,288	2,835	6,252	10,013
Industrial	2,254	2,764	82,998	16,890	11,338
Residential dwelling units					
Single family	2,024	2,532	847	1,972	3,032
Multiple family	928	1,000	32	495	142

Source: Security Pacific National Bank.

**SOLANO COUNTY
TAXABLE SALES (000)**

	1972	1973	1974	1975	1976
Solano County	\$320,289	\$370,188	\$425,670	\$495,926	\$560,248
Cities					
Benicia	9,668	11,245	15,255	17,070	20,763
Dixon	7,164	9,524	11,920	19,276	20,159
Fairfield	74,552	87,933	98,217	110,355	130,164
Rio Vista.....	10,660	12,793	15,290	17,428	19,041
Suisun City	5,388	6,328	8,118	7,805	9,628
Vacaville	38,585	46,231	51,958	63,937	76,477
Vallejo	141,288	155,130	171,898	186,593	205,485

Source: State Board of Equalization.

TAXABLE SALES

The table above shows taxable sales in Solano County, 1972-76. The county's seven cities account for about 85 percent of total sales.

The table shows Vallejo and Fairfield as the main trade centers in the county. Vallejo serves the southern county, and has renovated much of its downtown business district through an urban renewal program.

Fairfield's trade area includes most of the central county. Commercial activity is located along the city's three principal arterials. In December 1976, the city made public a plan to redevelop a large portion of land northwest of the downtown area.

J.C. Penney has a 97,000 square-foot department store in the Solano Mall in Fairfield near the planned redevelopment area. S.S. Kresge Co. is expanding another shopping center in the north area of the city.

The Nut Tree Restaurant complex and satellite services at Vacaville are other important sources of taxable sales. The complex includes many restaurants, airport, and other visitor facilities. It serves as a stopping place on the drive between the San Francisco Bay Area, and destinations in the state capital and in the Sierra Nevada Mountains.

TRANSPORTATION

The transcontinental highway I-80, which connects San Francisco with points east, bisects the county. Feeding into I-80 at Vallejo is I-680, the San Francisco Bay Area belt route. I-505, is one of the connecting routes to the northern part of the state and the Pacific Northwest, begins at I-80 near Vacaville.

The interstate highway network is supplemented by state and county roads and highways. State Route 12 provides cross-county transportation from Fairfield to Rio Vista and into the northern San Joaquin Valley.

State Route 21 is a four-lane divided freeway from the Benicia-Martinez Bridge to I-80 at Cordelia.

Southern Pacific Railroad crosses the county with its main line generally paralleling I-80, and trunk lines running from Vallejo north into adjoining counties. Western Pacific Railway has connecting tracks from Fairfield to Sacramento and serves Benicia and other industrial parks.

The Nut Tree County Airport is a county-maintained facility, with an estimated capacity for 68,000 flight operations per year on a 3,800-foot runway and a 350-foot paved overrun. Currently no commercial air carriers operate out of the airport. Traffic is primarily made up of business and private visitor aircraft.

The Association of Bay Area Governments (ABAG) has adopted a plan for use of Travis Air Force Base jointly by the Air Force and by Solano County. However, the volume of prospective air traffic has not yet attracted commercial airline interest.

HIGHER EDUCATION

Solano Community College is a two-year college located near Fairfield. It serves all of Solano County except Winters, Davis, and River Delta school districts. The campus is within a 15-minute drive from Fairfield, Vacaville, and Vallejo, and a 25-minute drive from Dixon. The school offers associate of Art and Sciences degrees.

Enrollment in January 1977 was 9,285. About half of the student body is vocational. Local firms are able to draw from a supply of trained personnel from such fields as airframe maintenance, powerplant maintenance, welding technicians, automotive mechanics, electronics, and others. A special program in cooperation with the Navy provides an Apprentice School at Mare Island Naval Shipyard in Vallejo.

The campus of the University of California at Davis is partially within Solano County. Originally a univer-

sity farm, the campus has become one of the state's most diverse campuses. Natural and biological studies and research are still important academic activities. Crop transportation, effects of climate, and toxicology are a few subjects of particular interest to Solano County agricultural producers.

The California Maritime Academy at Vallejo is the only marine academy in the West Coast, and one of five in the nation. Currently about 325 students are enrolled in a four-year program leading to an accredited degree in either Nautical Science or Marine Engineering. The Academy is funded by the state and the Federal Maritime Administration.

FINANCE

Statewide banks maintain 22 branch offices in Solano County. Bank of America N.T.&S.A. has 13 branches with combined deposits of \$218,201,000 as of June 30, 1976. Crocker National Bank has two branches; Wells Fargo Bank has three; and Lloyds Bank of California, Redwood National Bank, Security National Bank, and United California Bank, each have one branch. Four locally-based independent banks operate within the county: Bank of Fairfield; Bank of Rio Vista; The First National Bank of Dixon; and Vaca Valley Bank. Total commercial bank deposits in the county were \$426,695,000 as of June 30, 1976.

Nine savings and loan associations have 13 offices in the county with total savings deposits of \$226,470,000.

UTILITIES

Solano County is served by Pacific Gas & Electric Company, the nation's largest gas and electric utility company. The Vaca-Dixon substation north of Vacaville connects to the 500 KV interstate tie line and is one of PG&E's largest electric substations.

PG&E also supplies natural gas through a network of distribution lines in Solano County. A 36-inch main from Canada, with a capacity of one-billion cubic feet per day, runs through Solano County. The Rio Vista gas fields produce about 15 percent of the state's natural gas. Output is sold to PG&E.

Pacific Telephone served about 134,000 telephones in the county as of August 1976. About 50 percent are in the Vallejo-Benicia area, and 30 percent in the Fairfield-Suisun area. Citizens Utility Company of California provides telephone service for the southeast portion of the county, including Rio Vista.

WATER SUPPLY

Water supply in Solano County is derived from ground water, the Sacramento River, Putah Creek, and other sources. The county has planned for long-term needs for industrial and municipal water through agreements with the U.S. Bureau of Reclamation (USBR), the

California State Department of Water Resources. The Solano Project of the USBR includes Monticello Dam and Lake Berryessa in Napa County, and the Putah South Canal. The canal delivers water from Lake Berryessa through the north-central section of Solano County and westward to a terminal reservoir in Green Valley near Cordelia. Lake Berryessa has a storage capacity of 1,600,000 acre-feet. Storage was 62 percent of capacity as of February 1, 1977.

The Solano County Flood Control & Water Conservation District contracts with the State Department of Water Resources for a maximum entitlement of 42,000 acre-feet of water per year. The department is planning for the North Bay Aqueduct, a part of the State Water Project which will pass through the center of the county, to serve Vacaville, Fairfield, Suisun, and Benicia. Water is expected to be available from the Sacramento sloughs by 1980. These supplies of water are projected to meet the county's needs to the end of this century.

All cities in the county maintain water treatment and distribution systems adequate to serve their surrounding areas. Fairfield has constructed new storage facilities and water and sewage treatment plants to supply capacity for Anheuser-Busch, Inc. and other future development. The city's primary source of water supply is the Putah South Canal of the Solano Project.

RECREATION

Duck hunting in the southern county marshlands, fishing in the Sacramento River and its tributaries, golf at seven courses in the county, and sailing in San Pablo Bay are among the outdoor sports enjoyed in Solano County.

Boating is very popular on the Delta waterways. Lake Berryessa, in Napa County, is a man-made lake 25 miles long and 3 miles wide. Swimming, boating, fishing, horseback riding, and camping facilities are provided by several resorts operating at the lake.

Suisun Marsh is a large semi-fresh water marsh of approximately 52,000 acres surrounding Suisun Bay. About 200 duck clubs are located in the marsh. Ducks, geese, and some pheasants are hunted, but herons, egrets, and other shore fowl are protected. The marsh is said to be highly sensitive to industrial pollution from potential new development, and salt water intrusion during periods of drought.

Lake Solano Park is located on the northern border of Solano County adjacent to Yolo County. It is a public campground where swimming, fishing, and boating are enjoyed.

Within a one to two hour drive, Solano County residents have access to the Napa/Sonoma wine country, the San Francisco Bay Area, and the historical gold rush country to the east. Thirty-two California State Parks and 16 State Beaches are within 50 miles of Solano County. Lake Tahoe and other Sierra winter resorts are within a three-hour drive from Solano County.

ANDERSON, SMITH and DROAST
Accountants, Incorporated
and
CHARLES B. WOOD
Certified Public Accountants
1234 Travis Blvd.
Fairfield, California 94533
November 30, 1976

Honorable Grand Jury
County of Solano
Fairfield, California

We have examined Solano County's Combined Statement of Cash Receipts, Disbursements, Transfers and Fund Balances (Exhibit A), Treasurer's Accountability (Exhibit B) and Tax Collector's Charge and Discharge Schedule (Exhibit C) as of June 30, 1976. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances, except as stated in the following paragraph.

Under the terms of our engagement, we did not examine the cash receipts and disbursements of the school district funds, and special district funds which are not under the control of the Board of Supervisors. The courts and the Welfare Departments were also excluded from our examination.

In our opinion, with the exception of those funds and departments which we did not examine and upon which we do not express an opinion, the accompanying Combined Statement of Cash Receipts, Disbursements and Transfers (Exhibit A), Treasurer's Accountability (Exhibit B) and Tax Collector's Charge and Discharge Schedule (Exhibit C) for the year ended June 30, 1976, present fairly the cash receipts and disbursements of Solano County, classified on a basis consistent with that of the preceding year.

Our examination did not include the supplemental information contained in Exhibit D. This exhibit is presented for informational purposes only. We therefore do not express an opinion on this exhibit.

ANDERSON, SMITH and DROAST
Accountants, Incorporated
CHARLES B. WOOD
Certified Public Accountants

COUNTY OF SOLANO

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June 30, 1976

EXHIBIT

- A Combined Statement of Cash Receipts, Disbursements, Transfers and Fund Balances
- B Treasurer's Accountability
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- D Table I General Revenues By Source Last Ten Years
- Table II General Governmental Expenditures By Function Last Ten Years
- Table III County Wide Secured Tax Rates and Assessed Valuation For Last Ten Years

SOLANO COUNTY

Combined Statement of Cash Receipts,
 Net Transfers, Disbursements and Fund Balances
 For the Fiscal Year Ended June 30, 1976

Exhibit A

	<u>Balance July 1, 1975</u>	<u>Cash Receipts</u>	<u>Cash Disbursements and Net Transfers</u>	<u>Balance June 30, 1976</u>
County general funds:				
General	\$ 1 750 373.	\$ 7 084 888.	\$ (8 061 852.)	\$ 773 409.
County Free Library	100 607.	337 730.	(306 274.)	132 063.
Accumulated Capital Outlay	852 752.	10 392.	(68 366.)	794 778.
Aviation	7 012.		(7 306.)	(294.)
Hospital Enterprise	38 500.	6 088.	(41 425.)	.3 163.
Dry Period Finance		7 650.	(7 650.)	
County Recreation	181 193.	226 039.	(390 463.)	16 769.
Boys Camp	40 274.	265 334.	(277 373.)	28 235.
County Garage	153 422.	114 050.	(16 672.)	250 800.
Road	689 801.	1 787 030.	(1 399 434.)	1 077 397.
Communications Department	77 823.	178 329.	(127 636.)	128 516.
Insurance Department	19 551.	3 322.	(17 148.)	5 725.
Retirement Department		385.	66 581.	66 966.
North East Quadrant Sewer Assessment District			13 004.	14 047.
Special Road District	1 043.		3 007 512.	8 814 247.
Warrants Revolving Fund	5 806 735.	51 044.	(467 141.)	99 549.
Payroll Revolving Fund	515 646.	840 789.	(851 006.)	1 118.
CETA Fund	11 335.	59 761.	(69 817.)	(2 943.)
Management and Supervisors Training Program	7 113.	30 151.	(23 858.)	4 728.
Career Operation Development Grant	(1 565.)	280.	1 246.	17 533.
Central Duplicating Fund	16 007.	130.	(130.)	
Summer Youth Recreation Program		15 714.	(4 595.)	11 119.
Data Processing Center		\$ 11 019 106.	\$ (9 049 803.)	\$12 236 925.
	<u>\$10 267 622.</u>			
Tax funds:				
Property	\$ 144 211.	\$ 51 064 973.	\$ (51 031 241.)	\$ 177 943.
Unsecured personal property		4 043 828.	(4 043 828.)	
Redemptions	58 037.	794 556.	(852 593.)	
State redemptions	1 011.	2 561.	(3 425.)	147.
City Bonds		300 181.	(300 181.)	
Five pay	309 561.	244 111.	(270 873.)	282 799.
Unsecured personal property - prior years	14 645.	76 202.	(38 188.)	52 659.
Livestock head - day	35.	67 955.	(67 990.)	
	<u>\$ 527 500.</u>	<u>\$ 56 594 367.</u>	<u>\$ (56 608 319.)</u>	<u>\$ 513 548.</u>

(Continued -1)

SOLANO COUNTY

Combined Statement of Cash Receipts,

Net Transfers, Disbursements and Fund Balances (continued)

For the Fiscal Year Ended June 30, 1976

Exhibit A

	<u>Balance</u> <u>July 1, 1975</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash Disbursements</u> <u>and Net Transfers</u>	<u>Balance</u> <u>June 30, 1976</u>
City funds:				
Benicia	\$ 797.	\$	\$ (797.)	\$
Dixon	(10 865.)		10 865.	
Fairfield	2 274.		(3 697.)	
Rio Vista	91.		(91.)	
Suisun	219.		(219.)	
Vacaville	2 250.		(2 250.)	
Vallejo	3 815.		(3 815.)	
Rio Vista Redevelopment Area				
Vallejo Redevelopment Area - Marina Vista				
Vallejo Redevelopment Area - Flosden				
Vallejo Redevelopment Area - South Vallejo Industrial Park	(3 483.)	3 483.		
Vallejo Waterfront Development Project	\$ (4 902.)	\$ 4 906.	\$ (4.)	
Fire districts:				
Benicia	\$ 8 902.	\$ 22.	\$ 945.	\$ 9 869.
Cordelia	14 867.	9 667.	(3 245.)	21 289.
Dixon	22 877.	2 465.	(13 393.)	11 949.
Elmira	11 099.	384.	31.	11 514.
Montezuma	29 884.	15 933.	(19 504.)	26 313.
Ryer	6 678.	261.	(5 277.)	1 662.
Suisun	13 730.	751.	(13 885.)	596.
Vacaville	15 517.	2 602.	(258.)	17 861.
East Vallejo	(464.)	900.	(2 475.)	(2 039.)
Valley County	52.		(28.)	24.
	\$ 123 142.	\$ 32 985.	\$ (57 089.)	\$ 99 038.
Lighting districts:				
Benicia Road	\$ 498.	\$	\$ 125.	\$ 623.
Sandy Beach	198.		68.	266.
Elmira Street			70.	70.
Green Valley Street			278.	278.
	\$ 696.	\$	\$ 541.	\$ 1 237.

(Continued -2)

SOLANO COUNTY

Combined Statement of Cash Receipts,

Net Transfers, Disbursements and Fund Balances (continued)

For the Fiscal Year Ended June 30, 1976

Exhibit A

	<u>Balance July 1, 1975</u>	<u>Cash Receipts</u>	<u>Cash Disbursements and Net Transfers</u>	<u>Balance June 30, 1976</u>
Maintenance districts:				
Lemon Street Drain	\$ 509.	\$	\$ 305.	\$ 814.
North Rio Vista Levee	541.		24.	565.
	<u>\$ 1 050.</u>	<u>\$</u>	<u>\$ 329.</u>	<u>\$ 1 379.</u>
Cemetery districts:				
Montezuma	\$ 925.	\$	\$ 2 548.	\$ 3 473.
Rio Vista	19 150.	6 517.	(8 170.)	17 497.
Rockville	6 413.	2 484.	737.	9 634.
Silverville	16 741.	19 281.	(22 498.)	13 524.
Suisun - Fairfield	105 248.	4 913.	30 048.	140 209.
Vacaville - Elmira	178 625.	9 448.	19 961.	208 034.
Winters Joint	237.		(237.)	
	<u>\$ 327 339.</u>	<u>\$ 42 643.</u>	<u>\$ 22 389.</u>	<u>\$ 392 371.</u>
Other agency funds:				
Reclamation District #2098	\$ 6 315.	\$	\$ (854.)	\$ 5 461.
Reclamation District #501	1 435.	61 630.	(62 542.)	523.
Reclamation District #536	3 412.	14 630.	(14 832.)	3 210.
Reclamation District #1607	12 185.	81 540.	(89 717.)	4 008.
Reclamation District #2068	21 565.	188 004.	(183 437.)	26 132.
Reclamation District #2068 - Maintenance and Operations	1 856.	285 263.	(279 046.)	8 073.
Reclamation District #2093	810.	302 548.	(302 734.)	624.
Property Management	30 420.	60 114.	(71 617.)	18 917.
Mosquito Abatement	120 465.	54 737.	(54 344.)	120 858.
Cordelia Sanitation District	50.			50.
Greater Vallejo Recreation	190 706.	52 952.	(36 840.)	206 818.
Collinsville Levee District	(3 905.)		8 515.	4 610.
Suisun - Fairfield Sewer District	461 720.	1 110 751.	(667 425.)	905 046.
Vallejo Sanitation and Flood - Control District	165 064.	1 464 138.	(1 151 460.)	477 742.
Suisun Soil Conservation District	6 605.	19 753.	(21 291.)	5 067.
Dixon Soil Conservation District	18 133.	11 442.	(17 231.)	12 344.
Ulatis Soil Conservation District	5 854.	7 492.	(11 490.)	11 856.
Solano County Flood Control and Water Conservation District	252 430.	980 574.	(736 532.)	496 472.
Delta Joint Water Agency	327.		(327.)	
Ulatis Watershed of Fairfield - Zone #1	68 420.	53 161.	(13 334.)	108 247.
Ulatis Watershed of Fairfield - Zone #2	445.	2 143.	(1 831.)	757.
Vallejo Sanitation and Flood Control Improvement	17 353.	54 006.	(22 785.)	48 574.
Industrial Development Agency	641.	38 811.	(36 577.)	2 875.
Library Zone #1	4 044.		2 362.	6 406.
Library Zone #2	1 722.		5 507.	7 229.

(Continued -3)

SOLANO COUNTY

Combined Statement of Cash Receipts,

Net Transfers, Disbursements and Fund Balances (continued)

For the Fiscal Year Ended June 30, 1976

Exhibit A

	<u>Balance</u> <u>July 1, 1975</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash Disbursements</u> <u>and Net Transfers</u>	<u>Balance</u> <u>June 30, 1976</u>
Other agency funds (continued):				
County Service Area S-1	\$ 101.	\$	\$	\$ 101.
County Service Area S-4	181.		59.	240.
Green Valley Creek Channel Improvements	24 364.		(24 364.)	1 616.
County Service Area S-5	1 106.		510.	1 415.
County Service Area S-6	1 096.		319.	1 509.
County Service Area S-8	1 564.		(55.)	
Bay Area Air Pollution Control District	3 411.		(3 411.)	
Northeast Air Pollution Control District	1 197.		(1 197.)	
Home Health Service	(25 657.)	192 329.	(190 249.)	(23 577.)
Drug Abuse	17 964.	15 021.	(5 398.)	27 587.
Public Employment Program	139.	41 186.	(41 325.)	168 442.
Airport Enterprise	83 557.	123 931.	(39 046.)	
Airport Enterprise Fund - Transis	27 883.	22 599.	(50 482.)	
Napa Joint Reserve Conservation District	1.		(1.)	
South Hampton O/S Maintenance	14.		(14.)	
Mosquito Abate Building Construction	30 000.		(6 309.)	23 691.
SSI/SSP Assistant Training		6 291.	(6 291.)	
	\$ 1 554 993.	\$ 5 245 046.	\$ (4 117 116.)	\$ 2 682 923.
Trust funds:				
Law Library	\$ 46 314.	\$ 23 523.	\$ (19 308.)	\$ 50 529.
Fish and Game	1 175.		999.	2 174.
Inheritance Tax	16 680.	787 372.	(677 937.)	126 115.
Future Recreation	10 235.			10 235.
Prisoners Welfare	3 153.	33 832.	(32 392.)	4 593.
Planning Commission	465.	4 422.	(3 574.)	1 313.
Revenue Sharing	1 943 729.	2 009 586.	(1 798 672.)	2 154 643.
Licensing Applications	35.	388.	(423.)	
Purchasing Agent	5 263.	28 112.	(31 362.)	2 013.
Transportation	1 067 339.	1 270 278.	(1 095 749.)	1 241 868.
Green Valley Creek Construction	9 619.		(9 619.)	
Strong Motion Instrumentation	180.	706.	(693.)	193.
Welfare - O.A.S. Resp. Rel.	100.	21.	21.	42.
Underwater Rescue	163 451.	607 558.	(691 246.)	79 763.
Auditor	46 396.	48 039.	(74 841.)	19 594.
Clerk	50.	315.	(365.)	833.
Engineer	23 323.	393 465.	(376 263.)	40 525.
Recorder - Transfer Tax	256 306.	41 374.	(259 856.)	37 824.
Court Deposits	3.	5 785.	(5 541.)	247.
Delinquent Tax Sales				

(Continued -4)

SOLANO COUNTY

Combined Statement of Cash Receipts,

Exhibit A

Net Transfers, Disbursements and Fund Balances (continued)

For the Fiscal Year Ended June 30, 1976

	<u>Balance</u> <u>July 1, 1975</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash Disbursements</u> <u>and Net Transfers</u>	<u>Balance</u> <u>June 30, 1976</u>
Trust funds (continued):				
Solano County Fair	\$ 133 658.	\$ 223 849.	\$ (199 942.)	\$ 157 565.
Marshall	6 878.	150 060.	(150 382.)	6 556.
Interest	130 508.	1 769 254.	(1 738 168.)	161 594.
Trailer Coach Fees	41 500.	254 938.	(255 001.)	(63.)
Probation Officer	5 037.	793 236.	(789 515.)	45 221.
Public Administrator	24 113.	10.		5 047.
Sheriff - Civil Division		244 245.	(222 932.)	45 426.
Sheriff - Criminal Division		137 062.	(137 062.)	
Business Inventory		1 606 605.	(1 606 605.)	
Home Owner		6 391 445.	(6 391 445.)	
Solano County Tank Truck	822.	2 086.	(818.)	2 090.
State Court	7 310.	495 098.	(495 860.)	6 548.
Tax Collection	55 095.	276 146.	(286 607.)	44 634.
Tax Protest Payment and Refund	860 607.	367 452.		1 228 059.
Treasurer	2 281.	139.	(2 280.)	140.
Benicia Court	8 488.	5 248.	(13 736.)	
Dixon Court	1 292.	201 961.	(202 866.)	387.
Food Stamp	2 103.	426 857.	(428 953.)	7.
Rio Vista Court	1 983.	27 018.	(27 655.)	1 346.
Fairfield - Suisun Court	70 440.	1 258 066.	(1 210 931.)	117 575.
Vacaville Court	31 940.	208 141.	(209 020.)	31 061.
Vallejo Court	59 645.	758 378.	(759 740.)	58 283.
Vallejo Sanitation and Flood Control Engineer	1 041.	39 881.	(39 342.)	1 580.
Treasurer's Cash Difference	212.	101.	(50.)	162.
Tax Collector's Cash Difference	175.	1 252.	(62.)	214.
Sales Tax	108.	5 122.	(1 358.)	2.
Public Administrator Fund	(21 181.)	5 000.	16 059.	31 351.
ACO Fund - Dixon Fire Protection District	26 655.	1 714.	(304.)	443.
Animal Shelter Control	325.	2 158.	(1 596.)	1 425.
Fout Springs Boy's Camp	1 574.	11 234 246.	(2 307.)	320 278.
Welfare Advance	426 944.	403 903.	(11 340 912.)	(25 208.)
Medical Assistance	104 026.	45 887.	(533 137.)	32 598.
Child Support Enf. Advance		303 212.	(13 289.)	177 870.
Welfare Child Support Payment		7 631.	(125 342.)	7 631.
Big Brothers/ Big Sister Grant		25 745.	(19 477.)	6 268.
Vocational Education Grant - State				
	\$ 5 577 395.	\$ 32 561 070.	\$ (31 899 871.)	\$ 6 238 594.

(Continued -5)

SOLANO COUNTY

Combined Statement of Cash Receipts,

Net Transfers, Disbursements and Fund Balances (continued)

For the Fiscal Year Ended June 30, 1976

Exhibit A

	<u>Balance</u> <u>July 1, 1975</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash Disbursements</u> <u>and Net Transfers</u>	<u>Balance</u> <u>June 30, 1976</u>
Debt service funds:				
Fairfield - Suisun Sewer Bond 1956 A & B Sinking	\$ 26 907.	\$ 31 825.	\$ (87 928.)	\$ (29 196.)
Vallejo Sanitation and Flood Special Assessment Debt	111 847.	16 399.	52 580.	180 827.
Vallejo Sanitation and Flood - 1954 Bond Sinking	117 753.	700.	(25 159.)	93 294.
Solano County Improvement Bond SAP 58-9, Buss Ave., Sinking #12	23 239.		97 154.	120 393.
Green Valley Highlands Sinking Fund	3 143.	10 957.	(13 170.)	930.
Solano County Debt Service	136 596.	55 130.	140 098.	331 823.
	<u>\$ 419 485.</u>	<u>\$ 115 011.</u>	<u>\$ 163 575.</u>	<u>\$ 698 071.</u>
Project funds:				
Vallejo Sanitation and Flood 1954 Bond Project	\$ 70 679.	\$	\$ 3 189.	\$ 73 869.
Special Aviation	20 579.	5 000.	970.	26 548.
Vaca Valley Parkway	121 252.	1 808.	(116 645.)	6 415.
Solano County Bond Construction Project - 1973	2 374 416.		(2 171 377.)	203 039.
Solano County Library Capital Outlay	82 524.	382 660.	(324 830.)	140 354.
	<u>\$ 2 669 450.</u>	<u>\$ 389 468.</u>	<u>\$ (2 608 693.)</u>	<u>\$ 450 225.</u>
School funds:				
Schools	\$15 386 241.	\$ 67 431 500.	\$ (71 001 808.)	\$11 815 933.
Schools Bond Building Fund	2 942 631.	2 250 555.	(4 358 880.)	834 306.
School Library	56 618.	10 471.	(8 019.)	59 070.
School Bond Sales	1 835 068.	117 209.	(156 166.)	1 796 111.
	<u>\$20 220 558.</u>	<u>\$ 69 809 735.</u>	<u>\$ (75 524 873.)</u>	<u>\$14 505 420.</u>
Tax Resources and Tax Losses Reserve	\$(1 652 297.)	\$	\$ 84 793.	\$ (1 567 504.)
Fairfield - Suisun Sewer District Reserve	800 000.		30 307.	830 307.
Out Patient Clinic	11 693.	129 951.	(125 168.)	16 476.
	<u>\$ (840 604.)</u>	<u>\$ 129 951.</u>	<u>\$ (10 068.)</u>	<u>\$ (720 721.)</u>
AGGREGATE - ALL FUNDS	<u>\$40 843 724.</u>	<u>\$175 944 288.</u>	<u>\$ (179 689 002.)</u>	<u>\$37 099 010.</u>

(Concluded -6)

See accompanying accountants' letter.

ANDERSON, SMITH AND DROAST

COUNTY OF SOLANO
Treasurers Accountability
June 30, 1976

Exhibit B

Cash on hand	\$ 530 452.
Cash in banks - commercial accounts:	
Bank of America - Fairfield	\$ 2 184 479.
Wells Fargo - Fairfield	117 855.
Crocker National Bank - Vallejo	113 958.
Lloyds Bank - Fairfield	<u>38 633.</u>
	2 454 925.
Cash in banks - certificates of deposit:	
Bank of America - Fairfield	\$11 000 000.
Lloyds Bank - Fairfield	800 000.
Vaca Valley Bank - Vacaville	800 000.
Crocker National Bank - Vallejo	1 600 000.
Wells Fargo Bank - Fairfield	5 000 000.
Redwood Bank - Vallejo	600 000.
Security Pacific National Bank - Fairfield	900 000.
Wells Fargo Bank - Vallejo	200 000.
United California Bank - Vallejo	200 000.
Crocker National Bank - Vallejo	1 700 000.
Bank of America - Vallejo	100 000.
Bank of Rio Vista - Rio Vista	700 000.
Bank of Fairfield - Fairfield	400 000.
Wells Fargo - Vacaville	100 000.
First National Bank of Dixon - Dixon	<u>900 000.</u>
	25 000 000.
Cash in repurchase agreements - Bank of America	
School bonds	4 000 000.
City of Fairfield Series A note (due 7-1-76)	2 000.
Solano County Bonds - 1973	5 000 000.
Solano County Bonds - 1973	98 985.
	<u>12 648.</u>
Treasurers balance, June 30, 1976	<u>\$37 099 010.</u>

COUNTY OF SOLANO
Schedule of Changes in Treasurers Fund Balances
July 1, 1975 - June 30, 1976

Exhibit B

Total funds - beginning, July 1, 1975	\$40 843 087.
Changes - increase:	
Increase in cash in bank	478 161.
Increase in repurchase agreements	4 000 000.
Increase in bonds held	5 109 633.
	Total increases and fund balance
	\$50 430 881.
Changes - decrease:	
Decrease in cash on hand	(538 871.)
Decrease in certificates of deposit	(12 793 000.)
	Total funds - ending, June 30, 1976
	<u>\$37 099 010.</u>

COUNTY OF SULLIVAN

Tax Collector's Charges and Discharges Schedule

Exhibit C

Fiscal Year July 1, 1975 - June 30, 1976

	<u>Beginning Balance July 1, 1975</u>	<u>Current Year Charge</u>	<u>Additions</u>	<u>Cancellations</u>	<u>Collections</u>	<u>Ending Balance To Collect June 30, 1976</u>
Real property tax - secured	\$ 52 194 797.		\$286 912.	\$115 686.	\$51 039 742.	\$1 326 281.
Personal property tax - unsecured	470 828.	3 736 315.	126 505.	134 086.	4 160 050.	39 512.
Animal licenses		54 662.			54 662.	
Kennel licenses		200.			200.	
Livestock head tax		34 350.	2 971.		37 321.	
Transient tax		853.			853.	
Business licenses		2 580.			2 580.	
Real property tax - delinquent	1 462 213.	1 423 492.		27 390.	892 516.	1 965 799.
	\$1 933 041.	\$57 447 249.	\$416 388.	\$277 162.	\$56 187 924.	\$3 331 592.

(Concluded -1)

See accompanying accountants' letter.

ANDERSON, SMITH AND DURCAST
ACCOUNTANTS, INCORPORATEDANDERSON, SMITH AND DURCAST
ACCOUNTANTS, INCORPORATED

Table I
 County of Solano Exhibit D
 Tax Revenue by Source
Schedule of Prior Ten Years Revenue

Fiscal Year End	Current Property Taxes	Taxes Other Than Current Property	Licenses and Permits	Fines, Forfeits & Penalties	Revenue From Use of Money or Property	Aid From Other Gov't Agencies	Charges for Current Services	Other Revenue	Total All Revenue	Percentage In Relation To 1966-67	Total Excluding Current Property Tax	Percentage In Relation To 1966-67
1967	\$ 5 262 277.	\$393 549.	\$ 43 221.	\$ 609 882.	\$ 299 531.	\$27 871 762.	\$ 436 066.	\$ 52 926.	\$15 091 846.	100.00	\$ 9 829 569.	100.00
1968	5 685 050.	500 097.	50 341.	616 138.	310 906.	8 753 974.	363 187.	70 169.	16 349 862.	108.33	10 664 812.	108.49
1969	6 497 451.	644 795.	48 558.	608 918.	492 802.	10 676 185.	737 325.	59 290.	19 765 324.	130.96	13 267 873.	134.97
1970	8 444 729.	400 405.	52 101.	632 437.	539 378.	13 826 006.	850 755.	69 973.	24 815 784.	164.43	16 371 055.	166.54
1971	9 750 223.	373 940.	49 573.	671 060.	436 676.	16 339 289.	881 672.	142 843.	28 645 276.	189.80	18 895 053.	192.22
1972	11 122 919.	463 769.	63 925.	642 171.	333 375.	19 453 186.	537 086.	300 850.	32 917 281.	218.11	21 794 362.	221.72
1973	11 961 287.	485 623.	80 425.	598 938.	407 818.	19 107 676.	653 175.	123 845.	33 418 787.	221.43	21 457 500.	218.29
1974	11 767 950.	584 688.	105 518.	753 109.	879 156.	22 656 675.	902 785.	1 749 303.	39 399 184.	261.06	27 631 234.	281.10
1975	13 056 104.	615 100.	118 690.	1 089 336.	1 236 180.	21 741 279.	1 480 517.	615 590.	39 952 796.	264.73	26 896 692.	273.63
1976	<u>15 021 642.</u>	<u>728 487.</u>	<u>148 697.</u>	<u>1 147 876.</u>	<u>753 562.</u>	<u>22 507 326.</u>	<u>1 836 295.</u>	<u>968 823.</u>	<u>43 137 632.</u>	<u>285.83</u>	<u>28 115 990.</u>	<u>286.03</u>
Memo 6-30-76 Budget	<u>\$16 021 130.</u>	<u>\$685 358.</u>	<u>\$126 815.</u>	<u>\$1 071 300.</u>	<u>\$ 643 293.</u>	<u>\$27 871 762.</u>	<u>\$1 503 858.</u>	<u>\$ 825 642.</u>	<u>\$48 749 158.</u>			

(Continued -1)

Table II
 County of Solano
 General Governmental Expenditures by Function
 Schedule of Prior Ten Years Expenditures

Exhibit D

Fiscal Year End	Public			Health			Recreation			Percentage In Relation To 1966-67
	General Government	Public Protection	Ways and Facilities	and Sanitation	Public Assistance	Education	and Cultural Services	Debt Service	Total	
1967	\$ 2 049 817.	\$ 2 368 872.	\$ 1 999 512.	\$ 505 293.	\$ 8 258 310.	\$ 251 163.	\$	\$	\$15 437 222.	100.00
1968	2 194 136.	2 659 375.	1 525 358.	556 786.	8 953 849.	350 077.			16 245 212.	105.23
1969	2 576 737.	3 235 235.	2 291 920.	792 935.	10 596 139.	410 915.	1 695.		19 905 576.	128.94
1970	4 505 021.	3 776 675.	2 305 681.	1 098 616.	14 000 367.	497 753.	45 762.		26 229 875.	169.91
1971	3 755 877.	4 109 908.	2 095 225.	1 230 075.	17 322 548.	539 059.	92 646.		29 145 338.	188.80
1972	3 733 047.	4 849 822.	2 578 108.	1 288 590.	19 132 168.	414 908.	304 075.		32 491 003.	210.47
1973	4 365 282.	5 700 188.	2 510 058.	1 648 045.	18 818 644.	384 927.	348 234.		33 775 378.	218.79
1974	7 108 615.	7 091 984.	2 570 626.	1 981 277.	18 432 611.	574 409.	149 684.	166 050.	38 075 256.	251.03
1975	7 812 588.	8 483 033.	3 005 103.	2 529 884.	17 510 161.	1 455 293.	280 781.	437 935.	41 514 778.	268.93
1976	8 178 328.	9 594 106.	2 748 403.	3 036 138.	18 922 605.	1 600 295.	497 104.	429 481.	45 006 460.	291.54
<hr/>										
Memo										
E-30-76										
Budget	\$ 9 892 166.	\$ 9 534 794.	\$ 3 457 545.	\$ 4 332 269.	\$ 20 290 985.	\$1 675 049.	\$412 855.	\$428 975.	\$50 024 638.	

(Continued -2)

Table III
 County of Solano
 County Wide Secured Tax Rates and
 Assessed Valuation For Last Ten Years

Exhibit D

Fiscal Year End	Assessed Valuation	% Increase Above 1967	Secured Tax Rate	% Increase Above 1967
1967	\$265 977 830.	100.0	1.99	100.0
1968	289 898 530.	108.9	1.97	98.9
1969	329 563 250.	123.9	2.00	100.5
1970	366 687 200.	137.8	2.26	113.5
1971	375 497 940.	141.1	2.66	133.6
1972	389 806 758.	146.5	2.91	146.2
1973	413 114 670.	155.3	2.94	147.7
1974	409 605 031.	153.9	2.92	146.7
1975	452 072 479.	169.9	2.94	147.7
1976	521 378 728.	196.0	2.94	147.7

(Concluded -3)

See accompanying accountants' letter.

ANDERSON, SMITH AND DROAST
 ACCOUNTANTS, INCORPORATED

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